DIKGATLONG MUNICIPALITY

Kantoor van die
Munisipale Bestuurder
Office of the Municipal Manager

Alle Korrespondensie moet aan die
Munisipale Bestuurder gerig word.
All Communication to be addressed to the Municipal Manager

Privaatsak X5
Private Bag
Campbellstraat / *Street*
Barkly-Wes
Barkly West
8375

Tel: 053 531 0671
Faks / *Fax*: 053 531 0624
E-mail: dikgatlong@lantic.net

Auditor General
Kimberley
8300

29 August 2014

By hand and e-mail: louisb@agsa.co.za

Sir/Madam,

RE: ANNUAL FINANCIAL STATEMENTS 2013/14

1. Our telephone conversation dated 29 August 2014 refers.

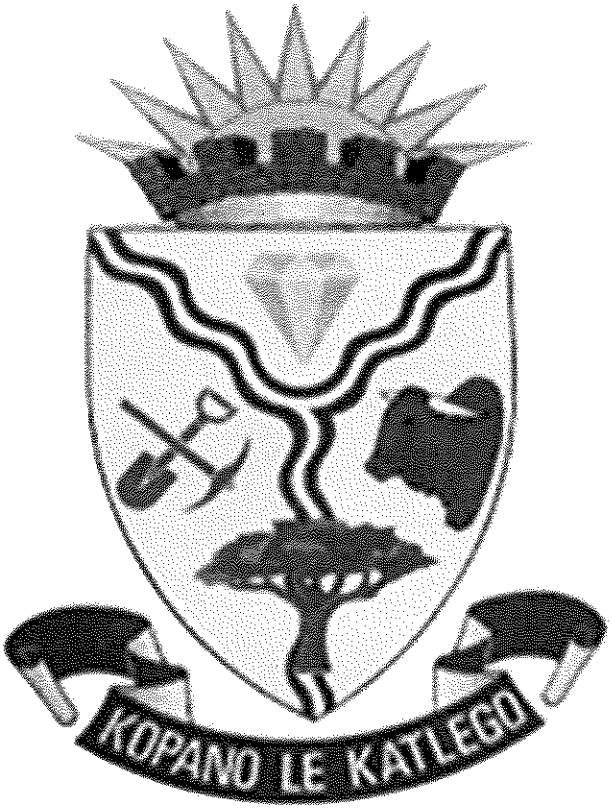
2. The AFS will be sent to you electronically today. You will receive a hard copy on 1 September 2014.

Yours faithfully

M.H. ROBERTSON
(MUNICIPAL MANAGER)

DIKGATLONG

MUNICIPALITY



[These financial statements have not been audited]

FINANCIAL STATEMENTS

30 JUNE 2014

DIKGATLONG MUNICIPALITY

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DIKGATLONG MUNICIPALITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

GENERAL INFORMATION

NATURE OF BUSINESS

Dikgatlong Municipality is a local municipality performing the functions as set out in the Constitution. (Act no 105 of 1996)

COUNTRY OF ORIGIN AND LEGAL FORM

South African Category B Municipality (Local Municipality) as defined by the Municipal Structures Act. (Act no 117 of 1998)

JURISDICTION

The Dikgatlong Municipality includes the following areas:

Barkly West
Delportshoop
Windsorton
Koopmansfontein

MUNICIPAL MANAGER

Mr MH Robertson

CHIEF FINANCIAL OFFICER

Mr P Wakelin

REGISTERED OFFICE

33 Campbell Street
BARKLY WEST
8300

Private Bag X5030
BARKLY WEST
8300

AUDITORS

Auditor General
Northern Cape

PRINCIPLE BANKERS

First National Bank
PO Box 97
Barkly West
8375

Branch Code: 230202
Acc No: 62022642468

RELEVANT LEGISLATION

Municipal Finance Management Act (Act no 56 of 2003)
Division of Revenue Act
The Income Tax Act
Value Added Tax Act
Municipal Structures Act (Act no 117 of 1998)
Municipal Systems Act (Act no 32 of 2000)
Municipal Planning and Performance Management Regulations
Water Services Act (Act no 108 of 1997)
Housing Act (Act no 107 of 1997)
Municipal Property Rates Act (Act no 6 of 2004)
Electricity Act (Act no 41 of 1987)
Skills Development Levies Act (Act no 9 of 1999)
Employment Equity Act (Act no 55 of 1998)
Unemployment Insurance Act (Act no 30 of 1966)
Basic Conditions of Employment Act (Act no 75 of 1997)
Supply Chain Management Regulations, 2005
Collective Agreements
Infrastructure Grants
SALGBC Leave Regulations

DIKGATLONG MUNICIPALITY

MEMBERS OF THE DIKGATLONG MUNICIPALITY

WARD		COUNCILLOR
1	Ward Councillor	1
2	Ward Councillor	2
3	Ward Councillor	3
4	Ward Councillor	4
5	Ward Councillor	5
6	Ward Councillor	6
7	Ward Councillor	7
	PR councillor	8
	PR Councillor	9
	PR councillor	10
	PR councillor	11
	PR councillor	12
	Mayor	13

APPROVAL OF FINANCIAL STATEMENTS

I am responsible for the preparation of these annual financial statements, which are set out on pages 1 to 143 in terms of Section 126 (1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

Mr MH Robertson
Municipal Manager

29 August 2014
Date

DIKGATLONG MUNICIPALITY

STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2014

	Notes	2014 R	2013 R
NET ASSETS AND LIABILITIES			
Net Assets		**656 857 293**	**651 393 484**
Accumulated Surplus/(Deficit)		656 857 293	651 393 484
Non-Current Liabilities		**16 984 578**	**15 514 195**
Long-term Liabilities	2	1 616 868	1 898 953
Employee benefits	3	11 469 658	9 950 644
Non-Current Provisions	4	3 898 052	3 664 599
Current Liabilities		**28 508 807**	**27 711 077**
Consumer Deposits	5	414 882	384 058
Current Employee benefits	6	4 331 874	3 881 677
Provisions	7	-	-
Payables from exchange transactions	8	15 303 890	15 854 211
Unspent Conditional Government Grants and Receipts	9	8 176 079	(1 521 643)
Cash and Cash Equivalents	21	-	8 889 499
Current Portion of Long-term Liabilities	2	282 083	223 275
Total Net Assets and Liabilities		**702 350 678**	**694 618 756**
ASSETS			
Non-Current Assets		**571 776 296**	**558 300 157**
Property, Plant and Equipment	11	569 720 068	556 060 845
Investment Property	12	564 824	594 648
Intangible Assets	13	191 480	252 169
Capitalised Restoration Cost	14	1 285 626	1 382 995
Heritage Assets	15	-	-
Long-Term Receivables	16	14 299	9 500
Current Assets		**130 574 381**	**136 318 598**
Inventory	17	3 462 564	-
Receivables from exchange transactions	18	58 166 719	59 585 567
Receivables from non-exchange transactions	19	36 221 590	36 037 251
Unpaid Conditional Government Grants and Receipts	9	6 202 779	15 668 790
Operating Lease Asset	20	7 121	8 109
Taxes	10	24 146 448	18 575 357
Cash and Cash Equivalents	21	2 367 160	6 443 524
Total Assets		**702 350 678**	**694 618 755**

DIKGATLONG MUNICIPALITY

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2014

	Notes	2014 (Actual) R	2013 (Restated) R	Correction of error R	2013 (Previously reported) R
REVENUE					
Revenue from Non-exchange Transactions		**89 188 400**	**97 744 357**	**20 687 037**	**77 057 321**
Taxation Revenue		**5 063 485**	**4 465 302**	**(20 908)**	**4 486 210**
Property taxes	22	5 063 485	4 465 302	(20 908)	4 486 210
Transfer Revenue		**81 939 830**	**93 235 012**	**20 691 278**	**72 543 734**
Government Grants and Subsidies	23	81 939 830	93 235 012	20 691 278	72 543 734
Other Revenue		**2 185 084**	**44 043**	**16 667**	**27 376**
Actuarial Gains		-	-		-
Third Party Payments		-	-	-	-
Contributed PPE	24	2 176 874	16 667	16 667	-
Fines		8 210	27 376	-	27 376
Revenue from Exchange Transactions		**51 750 697**	**61 033 162**	**(6 035 749)**	**67 088 911**
Service Charges	25	35 937 180	46 146 928	(2 112 531)	48 259 459
Rental of Facilities and Equipment		294 450	217 021	205 330	11 691
Interest Earned - external investments		273 441	972 897	35 025	937 872
Interest Earned - outstanding debtors		15 006 728	11 866 443	(3 479)	11 869 921
Licences and Permits		-	-	-	-
Agency Services		-	-		-
Other Income	26	238 898	1 829 873	(4 160 095)	5 989 968
Dividends received		-	-		-
Fair Value Adjustments		-	-		-
Impairment Reversal	31	-			
Gain on disposal of Property, Plant and Equipment		-	-	-	-
Total Revenue		**140 939 097**	**158 777 519**	**14 651 287**	**144 126 232**
EXPENDITURE					
Employee related costs	27	36 593 725	27 759 961	1 017 209	26 742 752
Remuneration of Councillors	28	3 247 037	2 964 293	(342 312)	3 306 605
Debt impairment	29	26 042 653	17 872 638	17 285 617	587 021
Depreciation and Amortisation	30	16 727 382	16 793 337	185 772	16 607 565
Impairments	31	20 163	-	-	-
Repairs and Maintenance		4 533 552	2 114 514	81 618	2 032 896
Actuarial losses	3	192 420	1 571 195	1 571 195	-
Finance Charges	32	1 299 978	1 089 646	696 089	393 558
Bulk Purchases	33	24 469 808	18 701 909	(12 203 496)	30 905 404
Contracted services		1 335 884	1 642 934	(41 480)	1 684 415
Stock Adjustments		-	-	-	-
Operating Grant Expenditure		3 404 878	2 071 767	1 230 703	841 064
General Expenses	34	17 386 668	21 944 601	(385 736)	22 330 338
Loss on disposal of Property,Plant and Equipment		221 141	-	-	-
Fair Value Adjustments		-	-	-	-
Total Expenditure		**135 475 288**	**114 526 796**	**9 095 179**	**105 431 617**
NET SURPLUS/(DEFICIT) FOR THE YEAR		**5 463 809**	**44 250 723**	**5 556 108**	**38 694 615**

DIKGATLONG MUNICIPALITY

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2014

	Reserves	Accumulated Surplus/ (Deficit)	Total
	R	R	R
Balance at 30 JUNE 2011	**667 330 514**	**-**	**667 330 514**
Correction of error - Refer to note 35.19	(667 330 514)	607 142 761	(60 187 753)
Restated Balance at 1 JULY 2012	**-**	**607 142 761**	**607 142 761**
Net Surplus / (Deficit) previously reported	-	38 694 615	38 694 615
Correction of error - Refer to note 36	-	5 556 108	5 556 108
Balance at 30 JUNE 2013	**-**	**651 393 484**	**651 393 484**
Net Surplus for the year	-	5 463 809	5 463 809
Balance at 30 JUNE 2014	**-**	**656 857 293**	**656 857 293**

DIKGATLONG MUNICIPALITY

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2014

	Notes	2014 R	2013 R
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts			
Ratepayers and other		32 503 596	(49 696 142)
Government Grants and Subsidies		81 939 830	93 235 012
Interest		15 280 169	12 839 340
Payments			
Suppliers and employees		(95 210 994)	(62 595 349)
Finance charges	32	(1 299 978)	(1 089 646)
Cash generated by operations	37	**33 212 623**	**(7 306 785)**
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment	11	(28 345 806)	(48 039 899)
Proceeds on Disposal of Fixed Assets		180 400	-
Purchase of Intangible Assets		(36 831)	-
Increase in Long-term Receivables	16	(4 799)	(9 500)
Decrease/(Increase) in Non-current Investments	15	-	-
Net Cash from Investing Activities		**(28 207 036)**	**(48 049 399)**
CASH FLOW FROM FINANCING ACTIVITIES			
Loans (repaid) / raised		(223 277)	136 653
Increase / (Decrease) in Consumer Deposits		30 825	380 396
Net Cash from Financing Activities		**(192 452)**	**517 049**
NET INCREASE IN CASH AND CASH EQUIVALENTS		**4 813 134**	**(54 839 136)**
Cash and Cash Equivalents at the beginning of the year		(2 445 975)	52 393 161
Cash and Cash Equivalents at the end of the year	21	2 367 160	(2 445 975)
NET INCREASE IN CASH AND CASH EQUIVALENTS		**4 813 135**	**(54 839 136)**

DIKGATLONG MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014

COMPARISON OF ACTUAL FIGURES TO FINAL BUDGET

	2014 R (Actual)	2014 R (Final Buget)	2014 R (Variance)	Explanations for material variances
ASSETS				
Current assets				
Cash	615 371	6 000 000	(5 384 629)	
Call investment deposits	1 751 790	21 000 000	(19 248 210)	
Consumer debtors	70 541 123	23 000 000	47 541 123	
Other Receivables	54 203 535	-	54 203 535	
Current portion of long-term receivables	-	-	-	
Inventory	3 462 564	-	3 462 564	
Total current assets	130 574 381	50 000 000	80 574 381	
Non current assets				
Long-term receivables	14 299	-	14 299	
Investments	-	3 500 000	(3 500 000)	
Investment property	564 824	-	564 824	
Property, plant and equipment	571 005 694	32 221 000	538 784 694	
Biological Assets	-	-	-	
Intangible Assets	191 480	190 000	1 480	
Heritage Assets	-	-	-	
Total non current assets	571 776 296	35 911 000	535 865 296	
TOTAL ASSETS	702 350 678	85 911 000	616 439 678	
LIABILITIES				
Current liabilities				
Bank overdraft	-	-	-	
Borrowing	282 083	2 500 000	(2 217 917)	
Consumer deposits	414 882	1 550 000	(1 135 118)	
Trade and other payables	23 479 968	8 500 000	14 979 968	
Provisions and Employee Benefits	4 331 874	6 100 000	(1 768 126)	
Total current liabilities	28 508 807	18 650 000	9 858 807	
Non current liabilities				
Borrowing	1 616 868	2 350 000	(733 132)	
Provisions and Employee Benefits	15 367 710	-	15 367 710	
Total non current liabilities	16 984 578	2 350 000	14 634 578	
TOTAL LIABILITIES	45 493 385	21 000 000	24 493 385	
NET ASSETS	656 857 293	64 911 000	591 946 293	
COMMUNITY WEALTH				
Accumulated Surplus/(Deficit)	656 857 293	-	656 857 293	
Reserves	-	-	-	
TOTAL COMMUNITY WEALTH/EQUITY	656 857 293	-	656 857 293	

DIKGATLONG MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014

ADJUSTMENTS TO APPROVED BUDGET

	2014 R (Approved Budget)	2014 R (Adjustments)	2014 R (Final Buget)	Explanations for material adjustments
ASSETS				
Current assets				
Cash	6 000 000	-	6 000 000	
Call investment deposits	21 000 000	-	21 000 000	
Consumer debtors	23 000 000	-	23 000 000	
Other Receivables	-	-	-	
Current portion of long-term receivables	-	-	-	
Inventory	-	-	-	
Total current assets	50 000 000	-	50 000 000	
Non current assets				
Long-term receivables	-	-	-	
Investments	3 500 000	-	3 500 000	
Investment property	-	-	-	
Property, plant and equipment	32 221 000	-	32 221 000	
Biological Assets	-	-	-	
Intangible Assets	190 000	-	190 000	
Heritage Assets	-	-	-	
Total non current assets	35 911 000	-	35 911 000	
TOTAL ASSETS	85 911 000	-	85 911 000	
LIABILITIES				
Current liabilities				
Bank overdraft	-	-	-	
Borrowing	2 500 000	-	2 500 000	
Consumer deposits	1 550 000	-	1 550 000	
Trade and other payables	8 500 000	-	8 500 000	
Provisions and Employee Benefits	6 100 000	-	6 100 000	
Total current liabilities	18 650 000	-	18 650 000	
Non current liabilities				
Borrowing	2 350 000	-	2 350 000	
Provisions and Employee Benefits	-	-	-	
Total non current liabilities	2 350 000	-	2 350 000	
TOTAL LIABILITIES	21 000 000	-	21 000 000	
NET ASSETS	64 911 000	-	64 911 000	
COMMUNITY WEALTH				
Accumulated Surplus/(Deficit)	-	-	-	
Reserves	-	-	-	
TOTAL COMMUNITY WEALTH/EQUITY	-	-	-	

DIKGATLONG MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2014

COMPARISON OF ACTUAL FIGURES TO FINAL BUDGET

	2014 R (Actual)	2014 R (Final Buget)	2014 R (Variance)	Explanations for material variances
REVENUE BY SOURCE				
Property rates	5 063 485	4 500 000	563 485	
Property rates - penalties & collection charges	-	-	-	
Service charges	35 937 180	39 962 000	(4 024 820)	
Rental of facilities and equipment	294 450	200 000	94 450	
Interest earned - external investments	273 441	220 000	53 441	
Interest earned - outstanding debtors	15 006 728	11 220 260	3 786 468	
Dividends received	-	-	-	
Fines	8 210	16 500	(8 290)	
Licences and permits	-	-	-	
Agency services	-	-	-	
Government Grants and Subsidies - Operating	81 939 830	53 945 000	27 994 830	
Other revenue	2 415 772	87 100	2 328 672	
Gains on disposal of PPE	-	-	-	
Total Operating Revenue	140 939 097	110 150 860	30 788 237	
EXPENDITURE BY TYPE				
Employee related costs	36 593 725	31 308 293	5 285 432	
Remuneration of councillors	3 247 037	2 957 612	289 425	
Debt impairment	26 042 653	22 912 480	3 130 173	
Depreciation & asset impairment	16 747 545	450 000	16 297 545	
Finance charges	1 299 978	-	1 299 978	
Bulk purchases	24 469 808	33 000 000	(8 530 192)	
Other materials	-	-	-	
Contracted services	1 335 884	5 220 000	(3 884 116)	
Grants and subsidies paid	3 404 878	-	3 404 878	
Other expenditure	22 112 640	14 298 000	7 814 640	
Loss on disposal of PPE	221 141	-	221 141	
Total Operating Expenditure	135 475 288	110 146 385	25 328 903	
Operating Surplus for the year	5 463 809	4 475	5 459 334	
Government Grants and Subsidies - Capital	-	-	-	
Net Surplus for the year	5 463 809	4 475	5 459 334	

DIKGATLONG MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2014

ADJUSTMENTS TO APPROVED BUDGET

	2014 R (Approved Budget)	2014 R (Adjustments)	2014 R (Final Buget)	2014 R Final Virements	2014 R (Final Year-end Buget)	Reasons for material adjustments
REVENUE BY SOURCE						
Property rates	4 500 000	-	4 500 000	-	4 500 000	
Property rates - penalties & collection charges	-	-	-	-	-	
Service charges	39 962 000	-	39 962 000	-	39 962 000	
Rental of facilities and equipment	200 000	-	200 000	-	200 000	
Interest earned - external investments	220 000	-	220 000	-	220 000	
Interest earned - outstanding debtors	11 220 260	-	11 220 260	-	11 220 260	
Dividends received		-		-	-	
Fines	16 500	-	16 500	-	16 500	
Licences and permits	-	-	-	-	-	
Agency services	-	-	-	-	-	
Government Grants and Subsidies - Operating	51 395 000	2 550 000	53 945 000	-	53 945 000	
Other revenue	87 100	-	87 100	-	87 100	
Gains on disposal of PPE	-	-	-	-	-	
Total Operating Revenue	107 600 860	2 550 000	110 150 860	-	110 150 860	
EXPENDITURE BY TYPE						
Employee related costs	31 790 973	(482 680)	31 308 293	-	31 308 293	
Remuneration of councillors	3 799 612	(842 000)	2 957 612	-	2 957 612	
Debt impairment	24 511 480	(1 599 000)	22 912 480	-	22 912 480	
Depreciation & asset impairment	450 000	-	450 000	-	450 000	
Finance charges	-	-	-	-	-	
Bulk purchases	33 000 000	-	33 000 000	-	33 000 000	
Other materials	-	-	-	-	-	
Contracted services	4 670 000	550 000	5 220 000	-	5 220 000	
Grants and subsidies paid	-	-	-	-	-	
Other expenditure	9 373 000	4 925 000	14 298 000	-	14 298 000	
Loss on disposal of PPE	-	-	-	-	-	
Total Operating Expenditure	107 595 065	2 551 320	110 146 385	-	110 146 385	
Operating Surplus/(Deficit) for the year	5 795	(1 320)	4 475	-	4 475	
Government Grants and Subsidies - Capital	-	-	-	-	-	
Net Surplus/(Deficit) for the year	5 795	(1 320)	4 475	-	4 475	

DIKGATLONG MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
CASHFLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2014

COMPARISON OF ACTUAL FIGURES TO FINAL BUDGET

	2014 R (Actual)	2014 R (Final Buget)	2014 R (Variance)	Explanations for material variances
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Ratepayers and other	32 503 596	56 206 000	(23 702 404)	
Government - operating	54 322 420	51 395 000	2 927 420	
Government - capital	30 141 410	32 221 000	(2 079 590)	
Interest	15 280 169	-	15 280 169	
Dividends	-	-	-	
Payments				
Suppliers and Employees	(95 210 994)	(107 595 000)	12 384 006	
Finance charges	(1 299 978)	-	(1 299 978)	
Transfers and Grants	-	-	-	
NET CASH FROM/(USED) OPERATING ACTIVITIES	35 736 623	32 227 000	-	
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of Assets	180 400	-	180 400	
Decrease/(increase) in non-current receivables	(4 799)	-	(4 799)	
Decrease/(increase) in non-current investments	-	-	-	
Payments				
Capital assets	(28 382 637)	(32 221 000)	3 838 363	
NET CASH FROM/(USED) INVESTING ACTIVITIES	-28 207 036	(32 221 000)	4 013 964	
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Borrowing	-	-	-	
Increase/(decrease) in consumer deposits	30 825	-	30 825	
Payments				
Repayment of borrowing	(223 277)	-	(223 277)	
NET CASH FROM/(USED) FINANCING ACTIVITIES	-192 452	-	-192 452	
NET INCREASE/(DECREASE) IN CASH HELD	7 337 134	6 000	3 821 512	
Cash and Cash Equivalents at the beginning of the year	(2 445 975)	40 993 000	(43 438 975)	
Cash and Cash Equivalents at the end of the year	2 367 160	40 999 000	(38 631 840)	

DIKGATLONG MUNICIPALITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
CASHFLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2014

ADJUSTMENTS TO APPROVED BUDGET

	2014 R (Approved Budget)	2014 R (Adjustments)	2014 R (Final Budget)	Reasons for material adjustments
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Ratepayers and other	56 206 000	-	56 206 000	
Government - operating	51 395 000	-	51 395 000	
Government - capital	32 221 000	-	32 221 000	
Interest	-	-	-	
Dividends	-	-	-	
Payments				
Suppliers and Employees	(107 595 000)	-	(107 595 000)	
Finance charges	-	-	-	
Transfers and Grants	-	-	-	
NET CASH FROM/(USED) OPERATING ACTIVITIES	32 227 000	-	32 227 000	
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of Assets	-	-	-	
Decrease/(increase) in non-current receivables	-	-	-	
Decrease/(increase) in non-current investments	-	-	-	
Payments				
Capital assets	(32 221 000)	-	(32 221 000)	
NET CASH FROM/(USED) INVESTING ACTIVITIES	(32 221 000)	-	(32 221 000)	
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Borrowing	-	-	-	
Increase/(decrease) in consumer deposits	-	-	-	
Payments				
Repayment of borrowing	-	-	-	
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	-	-	
NET INCREASE/(DECREASE) IN CASH HELD	6 000	-	6 000	
Cash and Cash Equivalents at the beginning of the year	40 993 000	-	40 993 000	
Cash and Cash Equivalents at the end of the year	40 999 000	-	40 999 000	

1. ACCOUNTING PRINCIPLES AND POLICIES APPLIED IN THE FINANCIAL STATEMENTS

1.1. BASIS OF PREPARATION

The financial statements have been prepared on an accrual basis of accounting and are in accordance with historical cost convention unless specified otherwise.

The financial statements have been prepared in accordance with the Municipal Finance Management Act (MFMA) and effective standards of Generally Recognised Accounting Practices (GRAP), including any interpretations and directives issued by the Accounting Standards Board (ASB) in accordance with Section 122(3) of the Municipal Finance Management Act, (Act No 56 of 2003).

Accounting policies for material transactions, events or conditions not covered by the GRAP reporting framework , have been developed in accordance with paragraphs 8, 10 and 11 of GRAP 3 (Revised – March 2012) and the hierarchy approved in Directive 5 issued by the Accounting Standards Board.

The Municipality resolved to early adopt the following GRAP standards which have been issued but are not effective yet:

Standard	Description	Effective Date
GRAP 5 (Revised Feb 2013)	Borrowing Costs	1 April 2014
GRAP 100 (Revised – Feb 2013)	Discontinued Operations (formerly known as Non-current assets held for Sale and Discontinued Operations)	1 April 2014

A summary of the significant accounting policies, which have been consistently applied except where an exemption has been granted, are disclosed below.

Assets, liabilities, revenue and expenses have not been offset except when offsetting is permitted or required by a Standard of GRAP.

The accounting policies applied are consistent with those used to present the previous year's financial statements, unless explicitly stated otherwise. The details of any changes in accounting policies are explained in the relevant notes to the financial statements.

1.2. PRESENTATION CURRENCY

Amounts reflected in the financial statements are in South African Rand and at actual values. Financial values are rounded to the nearest one Rand.

1.3. GOING CONCERN ASSUMPTION

These financial statements have been prepared on a going concern basis.

1.4. COMPARATIVE INFORMATION

When the presentation or classification of items in the financial statements is amended, prior period comparative amounts are restated, unless a standard of GRAP does not require the restatements of comparative information. The nature and reason for the reclassification is disclosed. Where material accounting errors have been identified in the current year, the correction is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly. Where there has been a change in accounting policy in the current year, the adjustment is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly.

1.5 AMENDED DISCLOSURE POLICY

Amendments to accounting policies are reported as and when deemed necessary based on the relevance of any such amendment to the format and presentation of the financial statements. The principal amendments to matters disclosed in the current financial statements include errors.

1.6. MATERIALITY

Material omissions or misstatements of items are material if they could, individually or collectively, influence the decision or assessments of users made on the basis of the financial statements. Materiality depends on the nature or size of the omission or misstatements judged in the surrounding circumstances. The nature or size of the information item, or a combination of both, could be the determining factor. Materiality is determined as 1% of total operating expenditure. This materiality is from management's perspective and does not correlate with the auditor's materiality.

1.7. PRESENTATION OF BUDGET INFORMATION

The presentation of budget information is prepared in accordance with GRAP 24 and guidelines issued by National Treasury. The comparison of budget and actual amounts are disclosed as a separate additional financial statement, namely Statement of comparison of budget and actual amounts.

Budget information is presented on the accrual basis and is based on the same period as the actual amounts, i.e. 1 July 2013 to 30 June 2014. The budget information is therefore on a comparable basis to the actual amounts.

The comparable information includes the following:

- the approved and final budget amounts;
- actual amounts and final budget amounts;

Explanations for differences between the approved and final budget are included in the Notes to the Financial Statements..

Explanations for material differences between the final budget amounts and actual amounts are included the Notes to the Financial Statements.

The disclosure of comparative information in respect of the previous period is not required in terms of GRAP 24.

1.8. STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

The following GRAP standards have been issued but are not yet effective and have not been early adopted by the Municipality:

Standard	Description	Effective Date
GRAP 6 **(Revised – Nov 2010**	**Consolidated and Separate Financial Statements** The objective of this Standard is to prescribe the circumstances in which consolidated and separate financial statements are to be prepared and the information to be included in those financial statements so that the consolidated financial statements reflect the financial performance, financial position and cash flows of an economic entity as a single entity. No significant impact is expected as the Municipality does not have any entities at this stage to be consolidated.	**Unknown**
GRAP 8 **(Revised – Nov 2010)**	**Interest in Joint Ventures** The objective of this Standard is to prescribe the accounting treatment of jointly controlled operations, jointly controlled assets and jointly controlled entities and to provide alternatives for the recognition of interests in jointly controlled entities. No significant impact is expected as the Municipality is not involved in any joint ventures.	**Unknown**
GRAP 18 **(Original – Feb 2011)**	**Segment Reporting** The objective of this Standard is to establish principles for reporting financial information by segments. No significant impact is expected as information to a large extent is already included in the appendices to the financial statements which do not form part of the	**1 April 2015**

	audited financial statements.	
GRAP 20 **(Original – June 2011)**	**Related Party Disclosure** The objective of this Standard is to ensure that a Municipality's financial statements contains the disclosures necessary to draw attention to the possibility that its financial position and surplus or deficit may have been affected by the existence of related parties and by transactions and outstanding balances with such parties. The Municipality resolved to adopt the disclosure requirements as per GRAP 20. The information is therefore included in the financial statements.	**Unknown**
GRAP 32 **(Original – Aug 2013)**	**Service Concession Arrangements: Grantor** The objective of this Standard is to prescribe the accounting for service concession arrangements by the grantor and a public sector entity. No such transactions or events are expected in the foreseeable future.	**Unknown**
GRAP 105 **(Original – Nov 2010)**	**Transfer of Functions Between Entities Under Common Control** The objective of this Standard is to establish accounting principles for the acquirer and transferor in a transfer of functions between entities under common control. No significant impact expected as no such transactions or events are expected in the foreseeable future.	**1 April 2015**
GRAP 106 **(Original – Nov 2010)**	**Transfer of Functions Between Entities Not Under Common Control** The objective of this Standard is to establish accounting principles for the acquirer in a transfer of functions between entities not under common control. No significant impact expected as no such transactions or events are expected in the foreseeable future.	**1 April 2015**

GRAP 107 **(Original – Nov 2010)**	**Mergers** The objective of this Standard is to establish accounting principles for the combined entity and combining entities in a merger. No significant impact expected as no such transactions or events are expected in the foreseeable future.	**1 April 2015**
GRAP 108 **(Original – Sept 2013)**	**Statutory Receivables** The objective of this Standard is to prescribe accounting requirements for the recognition, measurement, presentation and disclosure of statutory receivables. No significant impact is expected as the Municipality's current treatment is already in line with the Standards treatment.	**Unknown**
IGRAP 11	**Consolidation - Special Purpose Entities (SPE)** The objective of this Interpretation of the Standard is to prescribe under what circumstances an entity should consolidate a SPE. No significant impact is expected as the Municipality does not have any SPE's at this stage.	**Unknown**
IGRAP 12	**Jointly Controlled Entities non-monetary contributions** The objective of this Interpretation of the Standard is to prescribe the treatment of profit/loss when an asset is sold or contributed by the venturer to a Jointly Controlled Entity (JCE). No significant impact is expected as the Municipality does not have any JCE's at this stage.	**Unknown**
IGRAP 17	**Service Concession Arrangements where a grantor controls a significant residual interest in an Asset** The objective of this Interpretation of the Standard is to provide guidance to the grantor where it has entered into a service concession arrangement, but only controls, through ownership, beneficial entitlement or otherwise, a significant residual interest in a service concession asset at the end of the arrangement, where the arrangement does not constitute a lease. No significant impact is expected as the Municipality does not have any Concession Arrangements at this	**Unknown**

	stage.	

These standards, amendments and interpretations will not have a significant impact on the Municipality once implemented.

1.9. RESERVES

1.9.1 Revaluations Reserve

The accounting for the Revaluation Reserve must be done in accordance with the requirements of GRAP 17.

All increases in the carrying value of assets as a result of a revaluation are credited against the reserve, except to the extent that the increase reverses a revaluation decrease of the same asset previously recognised in the Statement of Financial Performance. .

All decreases in the carrying value of assets as a result of a revaluation are debited against the reserve to the extent of any credit balance existing in the revaluation surplus in respect of that asset.

1.10. LEASES

1.10.1 Municipality as Lessee

Leases are classified as finance leases where substantially all the risks and rewards associated with ownership of an asset are transferred to the Municipality. Property, plant and equipment or intangible assets (excluding licensing agreements for such items as motion picture films, video recordings, plays, manuscripts, patents and copyrights) subject to finance lease agreements are initially recognised at the lower of the asset's fair value and the present value of the minimum lease payments. The corresponding liabilities are initially recognised at the inception of the lease and are measured as the sum of the minimum lease payments due in terms of the lease agreement, discounted for the effect of interest. In discounting the lease payments, the Municipality uses the interest rate that exactly discounts the lease payments and unguaranteed residual value to the fair value of the asset plus any direct costs incurred.

Subsequent to initial recognition, the leased assets are accounted for in accordance with the stated accounting policies applicable to property, plant and equipment, investment property or intangibles assets. The lease liability is reduced by the lease payments, which are allocated between the lease finance cost and the capital repayment using the effective interest rate method. Lease finance costs are expensed when incurred. The accounting policies relating to de-recognition of financial instruments are applied to lease payables.

Operating leases are those leases that do not fall within the scope of the above definition. Operating lease rentals are recognised on a straight-line basis over the term of the relevant lease. The difference between the straight-lined expenses and actual payments made will give rise to a liability. The Municipality recognises the aggregate benefit of incentives as a reduction of rental expense over the lease term, on a straight-line basis unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

1.10.2 Municipality as Lessor

Under a finance lease, the Municipality recognises the lease payments to be received in terms of a lease agreement as an asset (receivable). The receivable is calculated as the sum of all the minimum lease payments to be received, plus any unguaranteed residual accruing to the Municipality, discounted at the interest rate implicit in the lease. The receivable is reduced by the capital portion of the lease instalments received, with the interest portion being recognised as interest revenue on a time proportionate basis. The accounting policies relating to de-recognition and impairment of financial instruments are applied to lease receivables.

Operating leases are those leases that do not fall within the scope of the above definition. Operating lease revenue is recognised on a straight-line basis over the term of the relevant lease. The difference between the straight-lined revenue and actual payments received will give rise to an asset. The Municipality recognises the aggregate cost of incentives as a reduction of rental revenue over the lease term, on a straight-line basis unless another systematic basis is representative of the time pattern over which the benefit of the leased asset is diminished.

1.11. UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS

Conditional government grants are subject to specific conditions. If these specific conditions are not met, the monies received are repayable.

Unspent conditional grants are financial liabilities that are separately reflected on the Statement of Financial Position. They represent unspent government grants, subsidies and contributions from government organs.

This liability always has to be cash-backed. The following provisions are set for the creation and utilisation of this creditor:

- Unspent conditional grants are recognised as a liability when the grant is received.
- When grant conditions are met an amount equal to the conditions met are transferred to revenue in the Statement of Financial Performance.
- The cash which backs up the creditor is invested as individual investment or part of the general investments of the Municipality until it is utilised.
- Interest earned on the investment is treated in accordance with grant conditions. If it is payable to the funder it is recorded as part of the creditor. If it is the Municipality's interest, it is recognised as interest earned in the Statement of Financial Performance.

1.12. UNPAID CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS

Unpaid conditional grants are assets in terms of the Framework that are separately reflected on the Statement of Financial Position. The asset is recognised when the Municipality has an enforceable right to receive the grant or if it is virtually certain that it will be received based on that grant conditions have been met. They represent unpaid government grants, subsidies and contributions from the public.

1.13. UNSPENT PUBLIC CONTRIBUTIONS

Public contributions are subject to specific conditions. If these specific conditions are not met, the monies received are repayable.

Unspent public contributions are financial liabilities that are separately reflected on the Statement of Financial Position. They represent unspent contributions from the public.

This liability always has to be cash-backed. The following provisions are set for the creation and utilisation of this creditor:

- Unspent public contributions are recognised as a liability when the grant is received.
- When grant conditions are met an amount equal to the conditions met are transferred to revenue in the Statement of Financial Performance.
- The cash which backs up the creditor is invested as individual investment or part of the general investments of the Municipality until it is utilised.
- Interest earned on the investment is treated in accordance with the public contribution conditions. If it is payable to the funder it is recorded as part of the creditor. If it is the Municipality's interest, it is recognised as interest earned in the Statement of Financial Performance.

1.14. PROVISIONS

Provisions are recognised when the Municipality has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resource embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate of the provision can be made. Provisions are reviewed at reporting date and adjusted to reflect the current best estimate of future outflows of resources. Where the effect is material, non-current provisions are discounted to their present value using a discount rate that reflects the market's current assessment of the time value of money, adjusted for risks specific to the liability.

The Municipality does not recognise a contingent liability or contingent asset. A contingent liability is disclosed unless the probability of an outflow of resources embodying economic benefits or service potential is remote. A contingent asset is disclosed where an inflow of economic benefits or service potential is probable.

Future events that may affect the amount required to settle an obligation are reflected in the amount of a provision where there is sufficient objective evidence that they will occur. Gains from the expected disposal of assets are not taken into account in measuring a provision. Provisions are not recognised for future operating losses. The present obligation under an onerous contract is recognised and measured as a provision.

A provision for restructuring costs is recognised only when the following criteria over and above the recognition criteria of a provision have been met:

(a) The Municipality has a detailed formal plan for the restructuring identifying at least:

- the business or part of a business concerned;
- the principal locations affected;
- the location, function and approximate number of employees who will be compensated for terminating their services;
- the expenditures that will be undertaken; and
- when the plan will be implemented.

(b) The Municipality has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement that plan or announcing its main features to those affected by it.

The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the reporting date.

If it is no longer probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation, the provision is de-recognised.

1.15. EMPLOYEE BENEFITS

Defined contribution plans are post-employment benefit plans under which the Municipality pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods.

Defined benefit plans are post-employment benefit plans other than defined contribution plans.

1.15.1 Post-Retirement Medical Obligations

The Municipality provides post-retirement medical benefits by subsidizing the medical aid contributions of certain retired staff according to the rules of the medical aid funds. Council pays 60% (70%) as contribution and the remaining 40%(30%) is paid by the members. The entitlement to these benefits is usually conditional on the employee remaining in service up to retirement age and the completion of a minimum service period. The present value of the defined benefit liability is actuarially determined in accordance with GRAP 25 – "Employee Benefits" (using a discount rate applicable to high quality government bonds). The plan is unfunded.

These contributions are recognised in the Statement of Financial Performance when employees have rendered the service entitling them to the contribution. The liability was calculated by means of the projected unit credit actuarial valuation method. The liability in respect of current pensioners is regarded as fully accrued, and is therefore not split between a past (or accrued) and future in-service element. The liability is recognised at the present value of the defined benefit obligation at the reporting date, minus the fair value at the reporting date of plan assets (if any) out of which the obligations are to be settled directly, plus any liability that may arise as a result of a minimum funding requirements. Payments made by the Municipality are set-off against the liability, including notional interest, resulting from the valuation by the actuaries and are recognised in the Statement of Financial Performance as employee benefits upon valuation.

Actuarial gains and losses arising from the experience adjustments and changes in actuarial assumptions, is recognised in the Statement of Financial Performance in the period that it occurs. These obligations are valued annually by independent qualified actuaries.

1.15.2 Long Service Awards

Long service awards are provided to employees who achieve certain pre-determined milestones of service within the Municipality. The Municipality's obligation under these plans is valued by independent qualified actuaries annually and the corresponding liability is raised. Payments are set-off against the liability, including notional interest, resulting from the valuation by the actuaries and are recognised in the Statement of Financial Performance as employee benefits upon valuation. .

Actuarial gains and losses arising from the experience adjustments and changes in actuarial assumptions, is recognised in the Statement of Financial Performance in the period that it occurs. These obligations are valued annually by independent qualified actuaries.

1.15.3 Provision for Staff Leave

Liabilities for annual leave are recognised as they accrue to employees. The liability is based on the total amount of leave days due to employees at year-end and also on the total remuneration package of the employee.

Accumulating leave is carried forward and can be used in future periods if the current period's entitlement is not used in full. All unused leave will be paid out to the specific employee at the end of that employee's employment term.

Accumulated leave is vesting.

1.15.4 Staff Bonuses Accrued

Liabilities for staff bonuses are recognised as they accrue to employees. The liability at year end is based on bonus accrued at year-end for each employee.

1.15.5 Provision for Performance Bonuses

A provision, in respect of the liability relating to the anticipated costs of performance bonuses payable to Section 57 employees, is recognised as it accrue to Section 57 employees. Municipal entities' performance bonus provisions are based on the employment contract stipulations as well as previous performance bonus payment trends.

1.15.6 Pension and retirement fund obligations

The Municipality provides retirement benefits for its employees and councillors. Defined contribution plans are post-employment benefit plans under which the Municipality pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The

contributions to fund obligations for the payment of retirement benefits are recognised in the Statement of Financial Performance in the year they become payable. The defined benefit funds, which are administered on a provincial basis, are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on a proportional basis to all participating municipalities. The contributions and lump sum payments are recognised in the Statement of Financial Performance in the year they become payable. Sufficient information is not available to use defined benefit accounting for a multi-employer plan. As a result, defined benefit plans have been accounted for as if they were defined contribution plans.

1.16. PROPERTY, PLANT AND EQUIPMENT

1.16.1 Initial Recognition

Property, plant and equipment are tangible non-current assets (including infrastructure assets) that are held for use in the production or supply of goods or services, rental to others, or for administrative purposes, and are expected to be used during more than one year. The cost of an item of property, plant and equipment is recognised as an asset if, and only if it is probable that future economic benefits or service potential associated with the item will flow to the Municipality, and the cost or fair value of the item can be measured reliably. Items of property, plant and equipment are initially recognised as assets on acquisition date and are initially recorded at cost. The cost of an item of property, plant and equipment is the purchase price and other costs attributable to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Municipality. Trade discounts and rebates are deducted in arriving at the cost. The cost also includes the necessary costs of dismantling and removing the asset and restoring the site on which it is located.

When significant components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Where an asset is acquired by the Municipality for no or nominal consideration (i.e. a non-exchange transaction), the cost is deemed to be equal to the fair value of that asset on the date acquired.

Where an item of property, plant and equipment is acquired in exchange for a non-monetary asset or monetary assets, or a combination of monetary and non-monetary assets, the assets acquired is initially measured at fair value (the cost). It the acquired item's fair value is not determinable, it's deemed cost is the carrying amount of the asset(s) given up.

Major spare parts and servicing equipment qualify as property, plant and equipment when the Municipality expects to use them during more than one period. Similarly, if the major spare parts and servicing equipment can be used only in connection with an item of property, plant and equipment, they are accounted for as property, plant and equipment.

1.16.2 Subsequent Measurement – Cost Model

Subsequent to initial recognition, items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. Land is not depreciated as it is deemed to have an indefinite useful life.

Where the Municipality replaces parts of an asset, it derecognises the part of the asset being replaced and capitalises the new component. Subsequent expenditure incurred on an asset is capitalised when it increases the capacity or future economic benefits or service potential associated with the asset.

1.16.2 Subsequent Measurement – Revaluation Model

Subsequent to initial recognition, Land and Buildings are carried at a re-valued amount, being its fair value at the date of revaluation less any subsequent accumulated depreciation and any accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation is credited directly to a revaluation surplus reserve, except to the extent that it reverses a revaluation decrease of the same asset previously recognised in the Statement of Financial Performance.

A decrease in the carrying amount of an asset as a result of a revaluation is recognised in the Statement of Financial Performance, except to the extent of any credit balance existing in the revaluation surplus in respect of that asset.

1.16.3 Depreciation and Impairment

Depreciation is calculated on the depreciable amount, using the straight-line method over the estimated useful lives of the assets. Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Components of assets that are significant in relation to the whole asset and that have different useful lives are depreciated separately. The estimated useful lives, residual values and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis. The annual depreciation rates are based on the following estimated useful lives:

	Years		*Years*
Infrastructure		**Other**	
Roads and Paving	5-80	Buildings	10-25
Electricity	10-50	Specialist vehicles	5-15
Water	10-50	Other vehicles	5-15
Sewerage	10-50	Office equipment	4-5
		Furniture and fittings	5-7
		Watercraft	5-15
		Bins and containers	4-7
Community		Specialised plant and	
Buildings	10-25	Equipment	4-7
Recreational Facilities	10-25	Other plant and	
Security	10-25	Equipment	4-7
Halls	10-25	Landfill sites	14-30
Libraries	10-25	Emergency equipment	5
Parks and gardens	10-25	Computer equipment	4-5
Other assets	10-25		
Finance lease assets			
Office equipment	3-5		

Other assets	3-5

Property, plant and equipment are reviewed at each reporting date for any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. The impairment recognised in the Statement of Financial Performance is the excess of the carrying value over the recoverable amount.

An impairment is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined had no impairment been recognised. A reversal of an impairment is recognised in the Statement of Financial Performance.

1.16.4 De-recognition

Items of property, plant and equipment are derecognised when the asset is disposed or when there are no further economic benefits or service potential expected from the use of the asset. The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying value and is recognised in the Statement of Financial Performance.

1.17. INTANGIBLE ASSETS

1.17.1 Initial Recognition

An intangible asset is an identifiable non-monetary asset without physical substance.

An asset meets the identifiability criterion in the definition of an intangible asset when it:

- is separable, i.e. is capable of being separated or divided from the Municipality and sold, transferred, licensed, rented or exchanged, either individually or together with a related contract, identifiable asset or liability, regardless of whether the Municipality intends to do so; or

- arises from binding arrangements from contracts, regardless of whether those rights are transferable or separable from the Municipality or from other rights and obligations.

The Municipality recognises an intangible asset in its Statement of Financial Position only when it is probable that the expected future economic benefits or service potential that are attributable to the asset will flow to the Municipality and the cost or fair value of the asset can be measured reliably.

Internally generated intangible assets are subject to strict recognition criteria before they are capitalised. Research expenditure is never capitalised, while development expenditure is only capitalised to the extent that:

- the Municipality intends to complete the intangible asset for use or sale;
- it is technically feasible to complete the intangible asset;
- the Municipality has the resources to complete the project;
- it is probable that the municipality will receive future economic benefits or service potential; and

- the Municipality can measure reliably the expenditure attributable to the intangible asset during its development.

Intangible assets are initially recognised at cost.

Where an intangible asset is acquired in exchange for a non-monetary asset or monetary assets, or a combination of monetary and non-monetary assets, the asset acquired is initially measured at fair value (the cost). If the acquired item's fair value is not determinable, it's deemed cost is the carrying amount of the asset(s) given up.

1.17.2 Subsequent Measurement – Cost Model

Intangible assets are subsequently carried at cost less accumulated amortisation and any accumulated impairments losses. The cost of an intangible asset is amortised over the useful life where that useful life is finite. Where the useful life is indefinite, the asset is not amortised but is subject to an annual impairment test.

1.17.3 Amortisation and Impairment

Amortisation is charged so as to write off the cost or valuation of intangible assets over its estimated useful lives using the straight line method. Amortisation of an asset begins when it is available for use, i.e. when it is in the condition necessary for it to be capable of operating in the manner intended by management. Components of assets that are significant in relation to the whole asset and that have different useful lives are amortised separately. The estimated useful lives, residual values and amortisation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis. The annual amortisation rates are based on the following estimated useful lives:

Intangible Assets	**Years**
Computer Software	2-3
Computer Software Licenses	2-3

1.17.4 De-recognition

Intangible assets are derecognised when the asset is disposed or when there are no further economic benefits or service potential expected from the use of the asset. The gain or loss arising on the disposal or retirement of an intangible asset is determined as the difference between the sales proceeds and the carrying value and is recognised in the Statement of Financial Performance.

1.18. INVESTMENT PROPERTY

1.18.1 Initial Recognition

Investment property is recognised as an asset when, and only when:

- it is probable that the future economic benefits or service potential that are associated with the investment property will flow to the Municipality, and
- the cost or fair value of the investment property can be measured reliably.

Investment property includes property (land or a building, or part of a building, or both land and buildings held under a finance lease) held to earn rentals and/or for capital

appreciation, rather than held to meet service delivery objectives, the production or supply of goods or services, or the sale of an asset in the ordinary course of operations. Property with a currently undetermined use, is also classified as investment property.

At initial recognition, the Municipality measures investment property at cost including transaction costs once it meets the definition of investment property. However, where an investment property was acquired through a non-exchange transaction (i.e. where it acquired the investment property for no or a nominal value), its cost is its fair value as at the date of acquisition. The cost of self-constructed investment property is measured at cost.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. If owner occupied property becomes an investment property, the Municipality accounts for such property in accordance with the policy stated under property, plant and equipment up to the date of change in use.

1.18.2 Subsequent Measurement – Cost Model

Subsequent to initial recognition, items of investment property are measured at cost less accumulated depreciation and any accumulated impairment losses. Land is not depreciated as it is deemed to have an indefinite useful life.

1.18.3 Depreciation and Impairment – Cost Model

Depreciation is calculated on the depreciable amount, using the straight-line method over the estimated useful lives of the assets. Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Components of assets that are significant in relation to the whole asset and that have different useful lives are depreciated separately. The estimated useful lives, residual values and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

Investment Property	**Years**
Buildings	10-25

1.18.4 De-recognition

Investment property is derecognised when it is disposed or when there are no further economic benefits expected from the use of the investment property. The gain or loss arising on the disposal or retirement of an item of investment property is determined as the difference between the sales proceeds and the carrying value and is recognised in the Statement of Financial Performance.

1.19 HERITAGE ASSETS

1.19.1 Initial Recognition

A heritage asset is defined as an asset that has a cultural, environmental, historical, natural, scientific, technological or artistic significance and is held and preserved indefinitely for the benefit of present and future generations.

A heritage asset is recognised as an asset if, and only if it is probable that future economic benefits or service potential associated with the asset will flow to the Municipality, and the cost or fair value of the asset can be measured reliably.

A heritage asset that qualifies for recognition as an asset, is measured at its cost. Where a heritage asset is acquired through a non-exchange transaction, its cost is deemed to be its fair value as at the date of acquisition.

1.19.2 Subsequent Measurement – Cost Model

After recognition as an asset, heritage assets are carried at its cost less any accumulated impairment losses.

1.19.3 Depreciation and Impairment

Heritage assets are not depreciated

Heritage assets are reviewed at each reporting date for any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. The impairment recognised in the Statement of Financial Performance is the excess of the carrying value over the recoverable amount.

An impairment is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined had no impairment been recognised. A reversal of an impairment is recognised in the Statement of Financial Performance.

1.19.4 De-recognition

Heritage assets are derecognised when it is disposed or when there are no further economic benefits expected from the use of the heritage asset. The gain or loss arising on the disposal or retirement of a heritage asset is determined as the difference between the sales proceeds and the carrying value of the heritage asset and is recognised in the Statement of Financial Performance.

1.19.5 Application of deemed cost - Directive 7

The Municipality opted to take advantage of the transitional provisions as contained in Directive 7 of the Accounting Standards Board, issued in December 2009. The Municipality applied deemed cost where the acquisition cost of an asset could not be determined. The fair value as determined by a valuator was used in order to determine the deemed cost as on 1 July 2010.

1.20. IMPAIRMENT OF NON-FINANCIAL ASSETS

1.20.1 Cash-generating assets

Cash-generating assets are assets held with the primary objective of generating a commercial return.

The Municipality assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Municipality estimates the asset's recoverable amount.

In assessing whether there is any indication that an asset may be impaired, the Municipality considers the following indications:

(a) External sources of information
- During the period, an asset's market value has declined significantly more than would be expected as a result of the passage of time or normal use.
- Significant changes with an adverse effect on the Municipality have taken place during the period, or will take place in the near future, in the technological, market, economic or legal environment in which the Municipality operates or in the market to which an asset is dedicated.
- Market interest rates or other market rates of return on investments have increased during the period, and those increases are likely to affect the discount rate used in calculating an asset's value in use and decrease the asset's recoverable amount materially.

(b) Internal sources of information
- Evidence is available of obsolescence or physical damage of an asset.
- Significant changes with an adverse effect on the Municipality have taken place during the period, or are expected to take place in the near future, in the extent to which, or manner in which, an asset is used or is expected to be used. These changes include the asset becoming idle, plans to discontinue or restructure the operation to which an asset belongs, plans to dispose of an asset before the previously expected date, and reassessing the useful life of an asset as finite rather than indefinite.
- Evidence is available from internal reporting that indicates that the economic performance of an asset is, or will be, worse than expected.

The re-designation of assets from a cash-generating asset to a non-cash generating asset or from a non-cash-generating asset to a cash-generating asset shall only occur when there is clear evidence that such a re-designation is appropriate. A re-designation, by itself, does not necessarily trigger an impairment test or a reversal of an impairment loss. Instead, the indication for an impairment test or a reversal of an impairment loss arises from, as a minimum, the indications listed above.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, an appropriate valuation model is used. Impairment losses are recognised in the Statement of Financial Performance in those expense categories consistent with the function of the impaired asset.

After the recognition of an impairment loss, the depreciation (amortisation) charge for the asset is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on a systematic basis over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the Municipality estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the

last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the Statement of Financial Performance.

1.20.2 Non-cash-generating assets

Non-cash-generating assets are assets other than cash-generating assets.

The Municipality assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Municipality estimates the asset's recoverable service amount.

In assessing whether there is any indication that an asset may be impaired, the Municipality considers the following indications:

(a) External sources of information
- Cessation, or near cessation, of the demand or need for services provided by the asset.
- Significant long-term changes with an adverse effect on the Municipality have taken place during the period or will take place in the near future, in the technological, legal or government policy environment in which the Municipality operates.

(b) Internal sources of information
- Evidence is available of physical damage of an asset.
- Significant long-term changes with an adverse effect on the Municipality have taken place during the period, or are expected to take place in the near future, in the extent to which, or manner in which, an asset is used or is expected to be used. These changes include the asset becoming idle, plans to discontinue or restructure the operation to which an asset belongs, or plans to dispose of an asset before the previously expected date.
- A decision to halt the construction of the asset before it is complete or in a usable condition.
- Evidence is available from internal reporting that indicates that the service performance of an asset is, or will be, significantly worse than expected.

An asset's recoverable service amount is the higher of a non-cash-generating asset's fair value less costs to sell and its value in use. If the recoverable service amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable service amount. That reduction is an impairment loss is recognised in the Statement of Financial Performance.

The value in use of a non-cash-generating asset is the present value of the asset's remaining service potential. The present value of the remaining service potential of the asset is determined using any one of the following approaches, depending on the nature of the asset in question:

- *depreciation replacement cost approach* - the present value of the remaining service potential of an asset is determined as the depreciated replacement cost of the asset. The replacement cost of an asset is the cost to replace the asset's gross service potential. This cost is depreciated to reflect the asset in its used condition. An asset may be replaced either through reproduction (replication) of the existing

asset or through replacement of its gross service potential. The depreciated replacement cost is measured as the reproduction or replacement cost of the asset, whichever is lower, less accumulated depreciation calculated on the basis of such cost, to reflect the already consumed or expired service potential of the asset.

- *restoration cost approach* - the cost of restoring the service potential of an asset to its pre-impaired level. Under this approach, the present value of the remaining service potential of the asset is determined by subtracting the estimated restoration cost of the asset from the current cost of replacing the remaining service potential of the asset before impairment. The latter cost is usually determined as the depreciated reproduction or replacement cost of the asset, whichever is lower.

- *service unit approach* - the present value of the remaining service potential of the asset is determined by reducing the current cost of the remaining service potential of the asset before impairment, to conform with the reduced number of service units expected from the asset in its impaired state. As in the restoration cost approach, the current cost of replacing the remaining service potential of the asset before impairment is usually determined as the depreciated reproduction or replacement cost of the asset before impairment, whichever is lower.

Fair value less costs to sell is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

An impairment loss is recognised immediately in surplus or deficit, unless the asset is carried at a revalued amount in accordance with another Standard of GRAP. Any impairment loss of a revalued asset shall be treated as a revaluation decrease in accordance with that Standard of GRAP.

The Municipality assesses at each reporting date whether there is any indication that an impairment loss recognised in prior periods for an asset may no longer exist or may have decreased. If any such indication exists, the Municipality estimates the recoverable service amount of that asset.

An impairment loss recognised in prior periods for an asset is reversed if there has been a change in the estimates used to determine the asset's recoverable service amount since the last impairment loss was recognised. If this is the case, the carrying amount of the asset is increased to its recoverable service amount. The increased carrying amount of an asset attributable to a reversal of an impairment loss does not exceed the carrying amount that would have been determined (net of depreciation or amortisation) had no impairment loss been recognised for the asset in prior periods. Such a reversal of an impairment loss is recognised in the Statement of Financial Performance.

1.21. INVENTORIES

1.21.1 Initial Recognition

Inventories comprise of current assets held for sale, consumption or distribution during the ordinary course of business. Inventories are recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to the Municipality, and the cost of the inventories can be measured reliably. Inventories are initially recognised at cost. Cost generally refers to the purchase price, plus non-recoverable taxes, transport costs and any other costs in bringing the inventories to their current location and condition. Where inventory is manufactured,

constructed or produced, the cost includes the cost of labour, materials and overheads used during the manufacturing process.

Water inventory is being measured by multiplying the cost per kilo litre of purified water by the amount of water in storage.

Where inventory is acquired by the Municipality for no or nominal consideration (i.e. a non-exchange transaction), the cost is deemed to be equal to the fair value of the item on the date acquired.

1.21.2 Subsequent Measurement

Inventories, consisting of consumable stores, raw materials, work-in-progress and finished goods, are valued at the lower of cost and net realisable value unless they are to be distributed at no or nominal charge, in which case they are measured at the lower of cost and current replacement cost. Redundant and slow-moving inventories are identified and written down. Differences arising on the valuation of inventory are recognised in the Statement of Financial Performance in the year in which they arose. The amount of any reversal of any write-down of inventories arising from an increase in net realisable value or current replacement cost is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

The carrying amount of inventories is recognised as an expense in the period that the inventory was sold, distributed, written off or consumed, unless that cost qualifies for capitalisation to the cost of another asset.

The basis of allocating cost to inventory items is the weighted average method.

Water inventory is measured annually at the reporting date by way of dip readings and the calculated volume in the distribution network.

Cost of land held for sale is assigned by using specific identification of their individual costs.

1.22. FINANCIAL INSTRUMENTS

Financial instruments recognised on the Statement of Financial Position include receivables (both from exchange transactions and non-exchange transactions), cash and cash equivalents, annuity loans and payables (both form exchange and non-exchange transactions) and non-current investments. The future utilization of Unspent Conditional Grants is evaluated in order to determine whether it is treated as financial instruments.

1.22.1 Initial Recognition

Financial instruments are initially recognised when the Municipality becomes a party to the contractual provisions of the instrument at fair value plus, in the case of a financial asset or financial liability not at fair value, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. If finance charges in respect of financial assets and financial liabilities are significantly different from similar charges usually obtained in an open market transaction, adjusted for the specific risks of the Municipality, such differences are immediately recognised in the period it occurs, and the unamortised portion adjusted over the period of the loan transactions.

1.22.2 Subsequent Measurement

Financial assets are categorised according to their nature as either financial assets at fair value, financial assets at amortised cost or financial assets at cost. Financial liabilities are categorised as either at fair value or financial liabilities carried at amortised cost. The subsequent measurement of financial assets and liabilities depends on this categorisation.

1.22.2.1 *Receivables*

Receivables are classified as financial assets at amortised cost, and are subsequently measured at amortised cost using the effective interest rate method.

For amounts due from debtors carried at amortised cost, the Municipality first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. Objective evidence of impairment includes significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation and default or delinquency in payments (more than 90 days overdue). If the Municipality determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be, recognised are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the Statement of Financial Performance. Interest income continues to be accrued on the reduced carrying amount based on the original effective interest rate of the asset. Loans together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral has been realised or has been transferred to the municipality. If, in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognised, the previously recognised impairment loss is increased or reduced by adjusting the allowance account. If a future write-off is later recovered, the recovery is recognised in the Statement of Financial Performance.

The present value of the estimated future cash flows is discounted at the financial asset's original effective interest rate, if material. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate.

1.22.2.2 *Payables and Annuity Loans*

Financial liabilities consist of payables and annuity loans. They are categorised as financial liabilities held at amortised cost, and are initially recognised at fair value and subsequently measured at amortised cost using an effective interest rate, which is the initial carrying amount, less repayments, plus interest.

1.22.2.3 *Cash and Cash Equivalents*

Cash includes cash on hand (including petty cash) and cash with banks. Cash equivalents are short-term highly liquid investments, readily convertible into known amounts of cash that are held with registered banking institutions with maturities of three months or less and are subject to an insignificant risk of change in value. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, highly liquid deposits and net of bank overdrafts. The Municipality categorises cash and cash equivalents as financial assets carried at amortised cost.

Bank overdrafts are recorded based on the facility utilised. Finance charges on bank overdraft are expensed as incurred. Amounts owing in respect of bank overdrafts are categorised as financial liabilities carried at amortised cost.

1.22.2.4 *Non-Current Investments*

Investments which include fixed deposits invested in registered commercial banks, are stated at amortised cost.

Where investments have been impaired, the carrying value is adjusted by the impairment loss, which is recognised as an expense in the Statement of Financial Performance in the period that the impairment is identified.

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is recognised in the Statement of Financial Performance.

The carrying amounts of such investments are reduced to recognise any decline, other than a temporary decline, in the value of individual investments.

1.22.3 De-recognition of Financial Instruments

1.22.3.1 *Financial Assets*

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired; or
- the Municipality has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Municipality has transferred substantially all the risks and rewards of the asset, or (b) the Municipality has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Municipality has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the old asset is derecognised and a new asset is recognised to the extent of the Municipality's continuing involvement in the asset.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Municipality could be required to repay.

When continuing involvement takes the form of a written and/or purchased option (including a cash settled option or similar provision) on the transferred asset, the extent of the Municipality's continuing involvement is the amount of the transferred asset that the Municipality may repurchase, except that in the case of a written put option (including a cash settled option or similar provision) on an asset measured at fair value, the extent of the Municipality's continuing involvement is limited to the lower of the fair value of the transferred asset and the option exercise price.

1.22.3.2 *Financial Liabilities*

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the Statement of Financial Performance.

1.22.4 Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously

1.23. REVENUE

1.23.1 Revenue from Non-Exchange Transactions

Revenue from non-exchange transactions refers to transactions where the Municipality received revenue from another entity without directly giving approximately equal value in exchange. Revenue from non-exchange transactions is generally recognised to the extent that the related receipt or receivable qualifies for recognition as an asset and there is no liability to repay the amount.

Grants, transfers and donations received or receivable are recognised when the resources that have been transferred, meet the criteria for recognition as an asset. A corresponding liability is recognised to the extent that the grant, transfer or donation is conditional. The liability is transferred to revenue as and when the conditions attached to the grant are met. Grants without any conditions attached are recognised as revenue when the asset is recognised.

Revenue from property rates is recognised when the legal entitlement to this revenue arises. At the time of initial recognition the full amount of revenue is recognised. If the Municipality does not enforce its obligation to collect the revenue, this would be considered as a subsequent event. Collection charges are recognised when such

amounts are legally enforceable. Rebates and discounts are offset against the related revenue, in terms of iGRAP 1, as there is no intention of collecting this revenue.

Penalty interest on unpaid rates is recognised on a time proportionate basis as an exchange transaction.

Fine Revenue constitutes both spot fines and summonses. Fine revenue is recognised when the spot fine or summons is issued. In cases where fines and summonses are issued by another government institute, revenue will only be recognised when monies are received, as the Municipality does not have any control over fines issued by other government institutes.

Revenue from public contributions and donations is recognised when all conditions associated with the contribution have been met or where the contribution is to finance property, plant and equipment, when such items of property, plant and equipment qualifies for recognition and first becomes available for use by the Municipality. Where public contributions have been received, but the Municipality has not met the related conditions, it is recognised as an unspent public contribution (liability).

Revenue from third parties i.e. insurance payments for assets impaired, are recognised when it can be measured reliably and is not being offset against the related expenses of repairs or renewals of the impaired assets.

Contributed property, plant and equipment is recognised when such items of property, plant and equipment qualifies for recognition and become available for use by the Municipality.

All unclaimed deposits are initially recognised as a liability until 36 months expires, when all unclaimed deposits into the Municipality's bank account will be treated as revenue. This policy is in line with prescribed debt principle as enforced by law.

Revenue from the recovery of unauthorised, irregular, fruitless and wasteful expenditure is based on legislated procedures, including those set out in the Municipal Finance Management Act (Act No. 56 of 2003) and is recognised when the recovery thereof from the responsible councillors or officials is virtually certain.

Revenue is measured at the fair value of the consideration received or receivable.

When, as a result of a non-exchange transaction, a Municipality recognises an asset, it also recognises revenue equivalent to the amount of the asset measured at its fair value as at the date of acquisition, unless it is also required to recognise a liability. Where a liability is required to be recognised it will be measured as the best estimate of the amount required to settle the present obligation at the reporting date, and the amount of the increase in net assets, if any, recognised as revenue. When a liability is subsequently reduced, because the taxable event occurs or a condition is satisfied, the amount of the reduction in the liability will be recognised as revenue.

1.23.2 Revenue from Exchange Transactions

Revenue from exchange transactions refers to revenue that accrued to the Municipality directly in return for services rendered or goods sold, the value of which approximates the consideration received or receivable.

Revenue from the sale of goods is recognised when all the following conditions have been satisfied:

- The Municipality has transferred to the purchaser the significant risks and rewards of ownership of the goods.
- The Municipality retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.
- The amount of revenue can be measured reliably.
- It is probable that the economic benefits or service potential associated with the transaction will flow to the Municipality.
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

At the time of initial recognition the full amount of revenue is recognised where the Municipality has an enforceable legal obligation to collect, unless the individual collectability is considered to be improbable. If the Municipality does not successfully enforce its obligation to collect the revenue this would be considered a subsequent event.

Service charges relating to electricity and water are based on consumption and a basic charge as per Council resolution. Meters are read on a monthly basis and are recognised as revenue when invoiced. Where the Municipality was unable to take the actual month's reading of certain consumers, a provisional estimate of consumption for that month will be created. . The provisional estimates of consumption are recognised as revenue when invoiced. Adjustments to provisional estimates of consumption are made in the invoicing period in which meters have been read. These adjustments are recognised as revenue in the invoicing period.

Revenue from the sale of electricity prepaid meter cards is recognised at the point of sale. It is estimated that pre-paid electricity is consumed within 5 to 7 days after date of purchase. The pre-paid electricity sold, but not consumed yet at year-end is disclosed as under Payables from Exchange Transactions in the Statement of Financial Position.

Service charges relating to refuse removal are recognised on a monthly basis in arrears by applying the approved tariff to each property that has improvements. Tariffs are determined per category of property usage, and are levied monthly based on the recorded number of refuse points per property.

Interest revenue is recognised using the effective interest rate method.

Revenue from the rental of facilities and equipment is recognised on a straight-line basis over the term of the lease agreement.

Dividends are recognised on the date that the Municipality becomes entitled to receive the dividend.

Revenue arising from the application of the approved tariff of charges is recognised when the relevant service is rendered by applying the relevant tariff. This includes the issuing of licences and permits.

Revenue from the sale of goods is recognised when substantially all the risks and rewards in those goods are passed to the consumer.

Revenue arising out of situations where the Municipality acts as an agent on behalf of another entity (the principal) is limited to the amount of any fee or commission payable to the municipality as compensation for executing the agreed services.

Revenue is measured at the fair value of the consideration received or receivable.

The amount of revenue arising on a transaction is usually determined by agreement between the Municipality and the purchaser or user of the asset or service. It is measured at the fair value of the consideration received or receivable taking into account the amount of any trade discounts and volume rebates allowed by the Municipality.

In most cases, the consideration is in the form of cash or cash equivalents and the amount of revenue is the amount of cash or cash equivalents received or receivable. However, when the inflow of cash or cash equivalents is deferred, the fair value of the consideration may be less than the nominal amount of cash received or receivable. When the arrangement effectively constitutes a financing transaction, the fair value of the consideration is determined by discounting all future receipts using an imputed rate of interest. The imputed rate of interest is the more clearly determinable of either:

- The prevailing rate for a similar instrument of an issuer with a similar credit rating;
- A rate of interest that discounts the nominal amount of the instrument to the current cash sales price of the goods or services.

The difference between the fair value and the nominal amount of the consideration is recognised as interest revenue.

When goods or services are exchanged or swapped for goods or services which are of a similar nature and value, the exchange is not regarded as a transaction that generates revenue. When goods are sold or services are rendered in exchange for dissimilar goods or services, the exchange is regarded as a transaction that generates revenue. The revenue is measured at the fair value of the goods or services received, adjusted by the amount of any cash or cash equivalents transferred. When the fair value of the goods or services received cannot be measured reliably, the revenue is measured at the fair value of the goods or services given up, adjusted by the amount of any cash or cash equivalents transferred.

1.24. RELATED PARTIES

The Municipality resolved to adopt the disclosure requirements as per GRAP 20 – "Related Party Disclosures".

A related party is a person or an entity:

- with the ability to control or jointly control the other party,
- or exercise significant influence over the other party, or vice versa,
- or an entity that is subject to common control, or joint control.

The following are regarded as related parties of the Municipality:

(a) A person or a close member of that person's family is related to the Municipality if that person:
    - has control or joint control over the Municipality.
    - has significant influence over the Municipalities. Significant influence is the power to participate in the financial and operating policy decisions of the Municipality.
    - is a member of the management of the Municipality or its controlling entity.

(b) An entity is related to the Municipality if any of the following conditions apply:
- the entity is a member of the same economic entity (which means that each controlling entity, controlled entity and fellow controlled entity is related to the others).
- one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of an economic entity of which the other entity is a member).
- both entities are joint ventures of the same third party.
- one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- the entity is a post-employment benefit plan for the benefit of employees of either the Municipality or an entity related to the Municipality. If the reporting entity is itself such a plan, the sponsoring employers are related to the entity.
- the entity is controlled or jointly controlled by a person identified in (a).
- a person identified in (a) has significant influence over that entity or is a member of the management of that entity (or its controlling entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by that person in their dealings with the Municipality. A person is considered to be a close member of the family of another person if they:

(a) are married or live together in a relationship similar to a marriage; or
(b) are separated by no more than two degrees of natural or legal consanguinity or affinity.

Management (formerly known as "Key Management") includes all persons having the authority and responsibility for planning, directing and controlling the activities of the Municipality, including:

(a) all members of the governing body of the Municipality;
(b) a member of the governing body of an economic entity who has the authority and responsibility for planning, directing and controlling the activities of the Municipality;
(c) any key advisors of a member, or sub-committees, of the governing body who has the authority and responsibility for planning, directing and controlling the activities of the Municipality; and
(d) the senior management team of the Municipality, including the chief executive officer or permanent head of the Municipality, unless already included in (a).

Management personnel include:

(a) All directors or members of the governing body of the Municipality, being the Executive Mayor, Deputy Mayor, Speaker and members of the Mayoral Committee.

(b) Other persons having the authority and responsibility for planning, directing and controlling the activities of the reporting Municipality being the Municipal Manager, Chief Financial Officer an all other managers reporting directly to the Municipal Manager or as designated by the Municipal Manager.

Remuneration of management includes remuneration derived for services provided to the Municipality in their capacity as members of the management team or employees. Benefits derived directly or indirectly from the Municipality for services in any capacity

other than as an employee or a member of management do not meet the definition of remuneration. Remuneration of management excludes any consideration provided solely as a reimbursement for expenditure incurred by those persons for the benefit of the Municipality.

The Municipality operates in an economic environment currently dominated by entities directly or indirectly owned by the South African government. As a result of the Constitutional independence of all three spheres of government in South Africa, only parties within the same sphere of government will be considered to be related parties. Only transactions with such parties which are not at arm's length and not on normal commercial terms are disclosed.

1.25. UNAUTHORISED EXPENDITURE

Unauthorised expenditure is expenditure that has not been budgeted, expenditure that is not in terms of the conditions of an allocation received from another sphere of government, municipality or organ of state and expenditure in a form of a grant that is not permitted in terms of the Municipal Finance Management Act (Act No. 56 of 2003). Unauthorised expenditure is accounted for as an expense (measured at actual cost incurred) in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

1.26. IRREGULAR EXPENDITURE

Irregular expenditure is expenditure that is contrary to the Municipal Finance Management Act (Act No. 56 of 2003), the Municipal Systems Act (Act No. 32 of 2000), the Public Office Bearers Act, and (Act. No. 20 of 1998) or is in contravention of the Municipality's Supply Chain Management Policy. Irregular expenditure excludes unauthorised expenditure. Irregular expenditure is accounted for as expenditure (measured at actual cost incurred) in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

1.27. FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure is expenditure that was made in vain and could have been avoided had reasonable care been exercised. Fruitless and wasteful expenditure is accounted for as expenditure (measured at actual cost incurred) in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

1.28. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Municipality. A contingent liability could also be a present obligation that arises from past events, but is not recognised because it is not probable that an outflow of resources embodying economic

benefits will be required to the obligation or the amount of the obligation cannot be measures with sufficient reliability.

The Municipality does not recognise a contingent liability or contingent asset. A contingent liability is disclosed unless the probability of an outflow of resources embodying economic benefits or service potential is remote. A contingent asset is disclosed where the inflow of economic benefits or service potential is probable.

Management judgement is required when recognising and measuring contingent liabilities.

1.29. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

In the process of applying the Municipality's accounting policy, management has made the following significant accounting judgements, estimates and assumptions, which have the most significant effect on the amounts recognised in the financial statements:

1.29.1 Post-retirement medical obligations and Long service awards

The cost of post-retirement medical obligations and long service awards are determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates and future pension increases. Major assumptions used are disclosed in note 3 of the financial statements. Due to the long-term nature of these plans, such estimates are subject to significant uncertainty.

1.29.2 Impairment of Receivables

The calculation in respect of the impairment of debtors is based on an assessment of the extent to which debtors have defaulted on payments already due, and an assessment of their ability to make payments based on their creditworthiness. This was performed per service-identifiable categories across all classes of debtors.

1.29.3 Property, Plant and Equipment

The useful lives of property, plant and equipment are based on management's estimation. Infrastructure's useful lives are based on technical estimates of the practical useful lives for the different infrastructure types, given engineering technical knowledge of the infrastructure types and service requirements. For other assets and buildings management considers the impact of technology, availability of capital funding, service requirements and required return on assets to determine the optimum useful life expectation, where appropriate. The estimation of residual values of assets is also based on management's judgement whether the assets will be sold or used to the end of their useful lives, and in what condition they will be at that time.

Management referred to the following when making assumptions regarding useful lives and residual values of property, plant and equipment.

- The useful life of movable assets was determined using the age of similar assets available for sale in the active market. Discussions with people within the specific industry were also held to determine useful lives.
- Local Government Industry Guides was used to assist with the deemed cost and useful life of infrastructure assets.
- The Municipality referred to buildings in other municipal areas to determine the useful life of buildings. The Municipality also consulted with engineers to support the useful life of buildings, with specific reference to the structural design of buildings.

The cost for depreciated replacement cost was determined by using either one of the following:

- cost of items with a similar nature currently in the Municipality's asset register;
- cost of items with a similar nature in other municipalities' asset registers, given that the other municipality has the same geographical setting as the Municipality and that the other municipality's asset register is considered to be accurate;
- cost as supplied by suppliers.

1.29.4 Intangible Assets

The useful lives of intangible assets are based on management's estimation. Management considers the impact of technology, availability of capital funding, service requirements and required return on assets to determine the optimum useful life expectation, where appropriate.

Reference was made to intangibles used within the Municipality and other municipalities to determine the useful life of the assets.

1.29.5 Investment Property

The useful lives of investment property are based on management's estimation. Management considers the impact of technology, availability of capital funding, service requirements and required return on assets to determine the optimum useful life expectation, where appropriate. The estimation of residual values of assets is also based on management's judgement whether the assets will be sold or used to the end of their economic lives, and in what condition they will be at that time.

Management referred to the following when making assumptions regarding useful lives and valuation of investment property:

- The Municipality referred to buildings in other municipal areas to determine the useful life of buildings.
- The Municipality also consulted with professional engineers and qualified valuators to support the useful life of buildings.

1.29.6 Provisions and Contingent Liabilities

Management judgement is required when recognising and measuring provisions and when measuring contingent liabilities. Provisions are discounted where the time value effect is material.

1.29.7 Revenue Recognition

Accounting Policy 1.23.1 on Revenue from Non-Exchange Transactions and Accounting Policy 1.23.2 on Revenue from Exchange Transactions describes the conditions under which revenue will be recognised by management of the Municipality.

In making their judgement, management considered the detailed criteria for the recognition of revenue as set out in GRAP 9: Revenue from Exchange Transactions and GRAP 23: Revenue from Non-Exchange Transactions.). Specifically, whether the Municipality, when goods are sold, had transferred to the buyer the significant risks and rewards of ownership of the goods and when services are rendered, whether the service has been performed. The management of the Municipality is satisfied that recognition of the revenue in the current year is appropriate.

1.29.8 Provision for Landfill Sites

The provision for rehabilitation of the landfill site is recognised as and when the environmental liability arises. The provision is calculated by a qualified environmental engineer. The provision represents the net present value at the reporting date of the expected future cash flows to rehabilitate the landfill site. To the extent that the obligations relate to an asset, it is capitalised as part of the cost of those assets. Any subsequent changes to an obligation that did not relate to the initial related asset are recognised in the Statement of Financial Performance.

Management referred to the following when making assumptions regarding provisions:

- Professional engineers were utilised to determine the cost of rehabilitation of landfill sites as well as the remaining useful life of each specific landfill site.
- Interest rates (investment rate) linked to prime was used to calculate the effect of time value of money.

1.29.9 Provision for Staff leave

Staff leave is accrued to employees according to collective agreements. Provision is made for the full cost of accrued leave at reporting date. This provision will be realised as employees take leave or when employment is terminated.

1.29.10 Provision for Performance bonuses

The provision for performance bonuses represents the best estimate of the obligation at year end and is based on historic patterns of payment of performance bonuses. Performance bonuses are subject to an evaluation by Council.

1.29.11 Pre-paid electricity estimation

Pre-paid electricity is only recognised as income once the electricity is consumed. The pre-paid electricity balance (included under payables) represents the best estimate of electricity sold at year-end that is still unused. The average pre-paid electricity sold per day during the year under review is used and the estimate is calculated using between 5 and 7 days worth of unused electricity.

1.29.12 Componentisation of Infrastructure assets

All infrastructure assets are unbundled into their significant components in order to depreciate all major components over the expected useful lives. The cost of each component is estimated based on the current market price of each component, depreciated for age and condition and recalculated to cost at the acquisition date if known or to the date of initially adopting the standards of GRAP.

1.30. TAXES – VALUE ADDED TAX

Revenue, expenses and assets are recognised net of the amounts of value added tax. The net amount of Value Added Tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

1.31. CAPITAL COMMITMENTS

Capital commitments disclosed in the financial statements represents the contractual balance committed to capital projects on reporting date that will be incurred in the period subsequent to the specific reporting date.

1.32. EVENTS AFTER REPORTING DATE

Events after the reporting date are those events, both favourable and unfavourable, that occur between the reporting date and the date when the financial statements are authorised for issue. Two types of events can be identified:

- those that provide evidence of conditions that existed at the reporting date (adjusting events after the reporting date); and
- those that are indicative of conditions that arose after the reporting date (non-adjusting events after the reporting date).

If non-adjusting events after the reporting date are material, the Municipality discloses the nature and an estimate of the financial effect.

		2014 R	2013 R
2	**LONG-TERM LIABILITIES**		
	Annuity Loans - At amortised cost	1 653 716	1 740 396
	Balance as previously reported	-	1 657 931
	Transferred from Accumulated Surplus to Long-term liabilities (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.09	-	82 465
	Transferred from Cash and Cash Equivalents - Primary Bank to Long Term Liabilities - Annuity Loans (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.09	-	43 198
	Transferred from Accumulated Surplus to Long-term liabilities (Correction of opening balance as at 1 July 2012) - Refer to note 35.09	-	13 679
	Transferred from Statement of Financial Performance - General Expenses - Consulting Fee to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 35.09	-	(57 108)
	Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 35.09	-	230
	Capitalised Lease Liability - At amortised cost	245 235	381 831
	Balance as previously reported	-	-
	Transferred from Property, Plant and Equipment - Finance Lease Assets to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease asset as at 1 July 2012) - Refer to note 35.09	-	708 177
	Transferred from Accumulated Surplus/(Deficit)to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made prior to 1 July 2012) - Refer to note 35.09	-	(187 968)
	Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made for the period 2012/2013) - Refer to note 35.09	-	(138 378)
		1 898 951	**2 122 228**
	Current Portion Transfered to Current Liabilities	**282 083**	**223 275**
	Annuity Loans - At amortised cost	91 130	86 681
	Capitalised Lease Liability - At amortised cost	190 953	136 594
	Total Long-term Liabilities - At amortised cost using the effective interest rate method	**1 616 868**	**1 898 953**

Refer below for maturity dates of long term liabilities:

The obligations under annuity loans are scheduled below:	Minimum annuity payments	
Amounts payable under annuity loans:		
Payable within one year	171 762	171 762
Payable within two to five years	687 050	687 050
Payable after five years	1 402 505	1 574 267
	2 261 317	2 433 080
Less: Future finance charge obligations	607 602	692 683
Present value of annuity obligations	**1 653 716**	**1 740 396**

Annuity loans at amortised cost is calculated at 5% interest rate, with a maturity date of 31 August 2027.
Arrear payments interest is calculated at 7% accrued monthly.

The obligations under finance leases are scheduled below:	Minimum lease payments	
Amounts payable under finance leases:		
Payable within one year	265 704	282 025
Payable within two to five years	57 462	323 166
Payable after five years	-	-
	323 166	605 191
Less: Future finance charge obligations	77 929	223 360
Present value of lease obligations	**245 237**	**381 831**

Leases are secured by property, plant and equipment - Note 11

The capitalised lease liability consist out of the following contracts:

		2014 R	2013 R

LONG-TERM LIABILITIES (continued)

Supplier	Description of leased item	Effective Interest rate	Annual Escalation	Lease Term	Maturity Date
Nugen	Nugen Telephone system	9.50%	0%	36 Months	Matured
Nashua	Nashua R20345 various	52.25%	0%	60 Months	31-Aug-15
Nashua	Nashua MP201SPF - W3018602311	9.00%	0%	60 Months	31-May-16
Nashua	Nashua MP201SPF - W3018602309	9.00%	0%	60 Months	31-May-16
Nashua	Nashua MP201SPF - V4409301709	9.00%	0%	60 Months	31-Dec-15

Refer to Appendix A for descriptions, maturity dates and effective interest rates of structured loans and finance.

		2014 R	2013 R
3	**EMPLOYEE BENEFITS**		
	Post Retirement Benefits - Refer to Note 3.1	9 860 921	8 479 735
	Long Service Awards - Refer to Note 3.2	1 608 737	1 470 909
	Total Non-current Employee Benefit Liabilities	**11 469 658**	**9 950 644**
	Post Retirement Benefits		
	Balance 1 July	8 610 799	6 294 815
	Balance as previously reported	-	-
	Transferred from Accumulated Surplus to Non-Current Employee Benefits - Post Retirement Benefits (Correction of opening balance of Provision as at 1 July 2012) - Refer to note 35.14	-	6 294 815
	Current service cost	693 470	497 360
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 35.14	-	497 360
	Interest Cost	685 365	479 825
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 35.14	-	479 825
	Expenditure for the year	(131 084)	(122 424)
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee related costs - Contributions uif, pensions and medical aids (Correction of benefits paid not recognised for 2012/2013) - Refer to note 35.14	-	(122 424)
	Actuarial Loss/(Gain)	141 887	1 461 223
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Actuarial Losses (Correction of actuarial loss not recognised for 2012/2013) - Refer to note 35.14	-	1 461 223
	Total post retirement benefits 30 June	**10 000 457**	**8 610 799**
	Less: Transfer of Current Portion - Note 6	(139 536)	(131 064)
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Current Employee Benefits - Current portion of Post Retirement Medical Benefits (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.14	-	(131 064)
	Balance 30 June	**9 860 921**	**8 479 735**

	2014 R	2013 R
EMPLOYEE BENEFITS (continued)		
Long Service Awards		
Balance 1 July	1 661 777	1 435 451
Balance as previously reported	-	-
Transferred from Accumulated Surplus to Non-Current Employee Benefits - Long Service Awards (Correction of opening balance of Provision as at 1 July 2012) - Refer to note 35.14	-	1 435 451
Current service cost	164 518	139 055
Balance as previously reported	-	-
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 35.14	-	139 055
Interest Cost	117 398	95 785
Balance as previously reported	-	-
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 35.14	-	95 785
Expenditure for the year	(190 868)	(118 486)
Balance as previously reported	-	-
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee related costs - Salaries and wages (Correction of benefits paid not recognised for 2012/2013) - Refer to note 35.14	-	(118 486)
Actuarial Loss/(Gain)	50 533	109 972
Balance as previously reported	-	-
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Actuarial Losses (Correction of actuarial loss not recognised for 2012/2013) - Refer to note 35.14	-	109 972
Total long service 30 June	**1 803 358**	**1 661 777**
Less: Transfer of Current Portion - Note 6	(194 621)	(190 868)
Balance as previously reported	-	-
Transferred from Employee Costs - Long Service Awards to Current Employee Benefits - Current portion of Long Service Awards (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.14	-	(190 868)
Balance 30 June	**1 608 737**	**1 470 909**

	2014 R	2013 R
EMPLOYEE BENEFITS (continued)		
TOTAL NON-CURRENT EMPLOYEE BENEFITS		
Balance 1 July	10 272 576	7 730 266
Contribution for the year	857 988	636 415
Interest cost	802 763	575 610
Expenditure for the year	(321 932)	(240 910)
Actuarial Loss/(Gain)	192 420	1 571 195
Total employee benefits 30 June	**11 803 815**	**10 272 576**
Less: Transfer of Current Portion - Note 6	(334 157)	(321 932)
Balance 30 June	**11 469 658**	**9 950 644**

3.1 Post Retirement Benefits

The Post Retirement Benefit Plan is a defined benefit plan, of which the members are made up as follows:

In-service (employee) members	99	99
Continuation members (e.g. Retirees, widows, orphans)	4	4
Total Members	**103**	**103**

EMPLOYEE BENEFITS (CONTINUE)	2014 R	2013 R
The liability in respect of past service has been estimated to be as follows:		
In-service members	8 174 037	7 038 177
Continuation members	1 826 420	1 572 622
Total Liability	**10 000 457**	**8 610 799**

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2012 R	2011 R
Total Liability	-	-

	2014 Rm	2013 Rm
Experience adjustments were calculated as follows:		
Liabilities: (Gain) / loss	-	-
Assets: Gain / (loss)	-	-

The municipality performed their first actuarial valuation on 30 June 2014. Thus there are no experience adjustment figures available on or before 30 June 2014 to fully comply with GRAP 25

The municipality makes monthly contributions for health care arrangements to the following medical aid schemes:

Bonitas;
LA Health
Hosmed
Samwumed; and
Keyhealth.

	2014	2013
Key actuarial assumptions used:		
i) Rate of interest		
Discount rate	9.32%	9.32%
Health Care Cost Inflation Rate	8.44%	8.44%
Net Effective Discount Rate	0.82%	0.82%

The discount rate used is a composite of all government bonds and is calculated using a technique is known as "bootstrapping"

ii) Mortality rates

The PA 90 ultimate table, rated down by 1 year of age was used by the actuaries.

EMPLOYEE BENEFITS (continued)

iii) Normal retirement age

It has been assumed that in-service male members will retire at age 65 where as female members will retire at age 55, which then implicitly allows for expected rates of early and ill-health retirement.

	2014 R	2013 R
The amounts recognised in the Statement of Financial Position are as follows:		
Present value of fund obligations	9 860 921	8 479 735
Total Liability	**9 860 921**	**8 479 735**

The fund is wholly unfunded.

The municipality has elected to recognise the full increase in this defined benefit liability immediately.

Reconciliation of present value of fund obligation:

Present value of fund obligation at the beginning of the year	8 610 799	6 294 815
Total expenses	1 247 771	854 761
Current service cost	693 470	497 360
Interest Cost	685 365	479 825
Benefits Paid	(131 064)	(122 424)
Actuarial (gains)/losses	141 887	1 461 223
Present value of fund obligation at the end of the year	10 000 457	8 610 799
Less: Transfer of Current Portion - Note 6	(139 536)	(131 064)
Balance 30 June	**9 860 921**	**8 479 735**

EMPLOYEE BENEFITS (continued)

Sensitivity Analysis on the Accrued Liability

Assumption	In-service members liability (Rm)	Continuation members liability (Rm)	Total liability (Rm)	% change
Central Assumptions				
The effect of movements in the assumptions are as follows:	8.174	1.826	10.000	

Sensitivity Analysis on the Accrued Liability:

Assumption	Change	In-service members liability (Rm)	Continuation members liability (Rm)	Total liability (Rm)	% change
Health care inflation	1%	10.175	2.012	12.187	22%
Health care inflation	-1%	6.628	1.665	8.293	-17%
Discount rate	1%	6.651	1.667	8.318	-17%
Discount rate	-1%	10.178	2.012	12.190	22%
Post-retirement mortality	-1 year	8.455	1.906	10.361	4%
Average retirement age	-1 year	8.934	1.826	10.760	8%
Continuation of membership at retirement	-10%	7.408	1.826	9.234	-8%

Sensitivity Analysis on the Current-Service and Interest Costs:

Assumption	Change	Current-service Cost (R)	Interest Cost (R)	Total (R)	% change
Central Assumption		693 500	685 400	1 378 900	
Health care inflation	1%	885 100	839 200	1 724 300	25%
Health care inflation	-1%	548 500	565 700	1 114 200	-19%
Discount rate	1%	555 800	638 300	1 194 100	-13%
Discount rate	-1%	877 200	734 800	1 612 000	17%
Post-retirement mortality	-1 year	717 000	710 300	1 427 300	4%
Average retirement age	-1 year	741 400	738 500	1 479 900	7%
Continuation of membership at retirement	-10%	629 400	634 800	1 264 200	-8%

EMPLOYEE BENEFITS (continued)	2014 R	2013 R

3.2 Long Service Bonuses

The Long Service Bonus plans are defined benefit plans.

As at year end, the following number of employees were eligible for Long Service Bonuses.	117	117

	2014	2013
Key actuarial assumptions used:		
i) Rate of interest		
Discount rate	7,90%	7,90%
General Salary Inflation (long-term)	7,08%	7,08%
Net Effective Discount Rate applied to salary-related Long Service Bonuses	0,77%	0,77%

	2014 R	2013 R
The amounts recognised in the Statement of Financial Position are as follows:		
Present value of fund obligations	1 608 737	1 470 909
Net liability	**1 608 737**	**1 470 909**

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2011 R	2010 R
Total Liability	-	-

Experience adjustments were calculated as follows:	2014 R	2013 R
Liabilities: (Gain) / loss	-	-
Assets: Gain / (loss)	-	-

The municipality performed their first actuarial valuation on 30 June 2014. Thus there are no experience adjustment figures available on or before 30 June 2014 to fully comply with GRAP 25

EMPLOYEE BENEFITS (continued)

Reconciliation of present value of fund obligation:	**2014** R	**2013** R
Present value of fund obligation at the beginning of the year	1 661 777	1 435 451
Total expenses	91 048	116 354
Current service cost	164 518	139 055
Interest Cost	117 398	95 785
Benefits Paid	(190 868)	(118 486)
Actuarial (gains)/losses	50 533	109 972
Present value of fund obligation at the end of the year	1 803 358	1 661 777
Less: Transfer of Current Portion - Note 6	(194 621)	(190 868)
Balance 30 June	**1 608 737**	**1 470 909**

Sensitivity Analysis on the Unfunded Accrued Liability

Assumption	**Change**	**Liability (Rm)**	**% change**
Central assumptions		1.803	
General salary inflation	+1%	1.924	7%
General salary inflation	-1%	1.694	-6%
Discount rate	+1%	1.691	-6%
Discount rate	-1%	1.930	7%
Average retirement age	-2 yrs	1.624	-10%
Average retirement age	+2 yrs	1.953	8%
Withdrawal rates	-50%	2.133	18%

Sensitivity Analysis on the Current-Service costs and Interest costs

Assumption	**Change**	**Current-service Cost (R)**	**Interest Cost (R)**	**Total (R)**	**% change**
Central Assumption		164 500	117 400	281 900	
General salary inflation	1%	178 900	125 900	304 800	8%
General salary inflation	-1%	151 700	109 800	261 500	-7%
Discount rate	1%	151 400	124 100	275 500	-2%
Discount rate	-1%	179 500	109 400	288 900	2%
Average retirement age	-2 years	149 600	105 900	255 500	-9%
Average retirement age	-2 years	174 600	127 200	301 800	7%
Withdrawal Rate	-50%	217 500	141 100	358 600	27%

EMPLOYEE BENEFITS (continued)

3.3 Retirement funds

The Municipality requested detailed employee and pensioner information as well as information on the Municipality's share of the Pension and Retirement Funds' assets from the fund administrator. The fund administrator confirmed that assets of the Pension and Retirement Funds are not split per participating employer. Therefore, the Municipality is unable to determine the value of the plan assets as defined in the principles of GRAP 25.

As part of the Municipality's process to value the defined benefit liabilities, the Municipality requested pensioner data from the fund administrator. The fund administrator claim that the pensioner data to be confidential and were not willing to share the information with the Municipality. Without detailed pensioner data the Municipality was unable to calculate a reliable estimate of the accrued liability in respect of pensioners who qualify for a defined benefit pension.

Therefore, although both the Cape Joint Pension Fund and Cape Joint Retirement Fund are defined as defined benefit plans, it will be accounted for as defined contribution plans.

CAPE JOINT PENSION FUND

The contribution rate payable is 9% by members and 18% by Council. The last actuarial valuation performed for the year ended 30 June 2013 revealed that the fund is in an sound financial position with a funding level of 99.2% (30 June 2012 - 99.4%). Actuarial valuations also determined that there were a shortfall in the investment return for the 30 June 2013 financial year.

CAPE RETIREMENT FUND

The contribution rate payable is 9% by members and 18% by Council. The last actuarial valuation performed for the year ended 30 June 2013 revealed that the fund is in a sound financial position with a funding level of 105.1% (30 June 2012 - 108.0%).

Contributions paid recognised in the Statement of Financial Performance	363 554	228 723

EMPLOYEE BENEFITS (continued)

	2014 R	2013 R
DEFINED CONTRIBUTION FUNDS		
Council contribute to the Government Employees Pension Fund, Municipal Council Pension Fund, IMATU Retirement Fund and SAMWU National Provident Fund which are defined contribution funds. The retirement benefit fund is subject to the Pension Fund Act, 1956, with pension being calculated on the pensionable remuneration paid. Current contributions by Council are charged against expenditure on the basis of current service costs.		
Contributions paid recognised in the Statement of Financial Performance		
Municipal Councillors Pension Fund	28 693	23 422
SALA Pension Fund	602 737	493 925
SAMWU National Provident Fund	2 589 431	2 013 916
	3 220 861	2 531 263

		2014 R	2013 R
4	**NON-CURRENT PROVISIONS**		
	Provision for Rehabilitation of Landfill-sites	3 898 052	3 664 599
	Total Non-current Employee Benefit Liabilities	**3 898 052**	**3 664 599**
	Landfill Sites		
	Balance 1 July	3 664 599	3 442 783
	Balance previously reported	-	-
	Transferred from Capitalised Restoration Cost to Non-Current Provision (First time recognition of Capitalised Restoration Cost - At Cost) - Refer to note 35.17	-	2 135 408
	Transferred from Accumulated Surplus/(Deficit) to Non-Current Provision (Recognition of unwinding interest prior to 1 July 2012) - Refer to note 35.17	-	1 307 375
	Additions	60 916	65 995
	Balance previously reported	-	-
	Transferred from Capitalised Restoration Cost to Non-Current Provision (2013 Additions recognition of Capitalised Restoration Cost for 2013) - Refer to note 35.17	-	65 995
	Unwinding of discounted interest	172 537	155 821
	Balance previously reported	-	-
	Transferred from Statement of Financial Performance - Finance charges - Landfill sites to Non-Current Provision (Recognition of unwinding interest for 2012/2013) - Refer to note 35.17	-	155 821
	Total provision 30 June	**3 898 052**	**3 664 599**
	Less: Transfer of Current Portion to Current Provisions - Note 7	-	-
	Balance 30 June	**3 898 052**	**3 664 599**

The municipality has an obligation to rehabilitate the following landfill sites at the end of the expected useful life of the asset. Details of the sites are as follows:

		2014 R	2013 R
	Estimated decommission date	Cost of rehabilitation at the end of the useful life	
Location			
Barkly West	2020	1 282 730	1 183 035
Delportshoop	2021	1 170 543	1 107 705
Koopmansfontein	2039	586 465	557 810
Windsorton	2019	858 313	816 049
Total Non-current Provisions		**3 898 052**	**3 664 599**

Material Assumtions used

Area of landfill site consumed	2012	2013	2014
Barkly West	46.54%	50.39%	53.72%
Delportshoop	66.46%	67.80%	69.03%
Koopmansfontein	7.20%	9.38%	11.46%
Windsorton	74.60%	75.73%	76.77%
Discount Rate used		4.53%	4.71%

The discount rate used the calculate the present value of the rehabilitation costs at each reporting period is based on a calculated risk free rate as determined by the municipality. This rate is in line with a competitive investment rate the municipality can obtain from an A grade financial institution. This rate used is also within the inflation target range of the South African Reserve Bank of between 3% to 6%.

		2014 R	2013 R
5	**CONSUMER DEPOSITS**		
	Water and Electricity	414 882	384 058
	Balance as previously reported	-	-
	Transferred from Payables from Exchange Transactions to Consumer Deposits (Reclassifcation of consumer deposits as it was incorrectly classified as Payables from Exchange Transactions) - Refer to note 35.11	-	384 058
	Total Consumer Deposits	**414 882**	**384 058**
	Guarantees held in lieu of Electricity and Water Deposits	-	-

The fair value of consumer deposits approximate their carrying value. Interest are not paid on these amounts.

		2014 R	2013 R
6	**CURRENT EMPLOYEE BENEFITS**		
	Current Portion of Post Retirement Benefits - Note 3	139 536	131 064
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Current Employee Benefits - Current portion of Post Retirement Medical Benefits (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.16	-	131 064
	Current Portion of Long-Service Provisions - Note 3	194 621	190 868
	Balance as previously reported	-	-
	Transferred from Employee Costs - Long Service Awards to Current Employee Benefits - Current portion of Long Service Awards (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.16	-	190 868
	Staff Leave	3 152 492	2 767 810
	Balance as previously reported	-	-
	Transferred from Accumulated Surplus/(Deficit) to Current Employee Benefits - Staff Leave (Correction of opening balance of leave provision as at 1 July 2012 not recognised) - Refer to note 35.16	-	2 658 091
	Transferred from Employee Related Costs - Leave Reserve Fund to Current Employee Benefits - Staff Leave (Correction of 2012/2013 Staff Leave provision movement) - Refer to note 35.16	-	109 718
	Performance Bonuses	-	-
	Bonuses	845 225	791 935
	Balance as previously reported	-	-
	Transferred from Accumulated Surplus/(Deficit) to Current Employee Benefits - Bonus (Correction of opening balance of bonus accrual as at 1 July 2012 not recognised) - Refer to note 35.16	-	743 601
	Transferred from Statement of Financial Performance - Employee Related Costs - Annual Bonus to Current Employee Benefits - Bonus (Correction of 2012/2013 Bonus Accrual Movement) - Refer to note 35.16	-	48 334
	Total Current Employee Benefits	**4 331 874**	**3 881 677**

The movement in current employee benefits are reconciled as follows:

Staff Leave

Balance at beginning of year	2 767 810	2 658 091
Contribution to current portion	460 038	262 353
Expenditure incurred	(75 356)	(152 634)
Balance at end of year	**3 152 492**	**2 767 810**

Staff leave accrued to employees according to collective agreement. Provision is made for the full cost of accrued leave at reporting date. This provision will be realised as employees take leave. There is no possibility of reimbursement.

		2014 R	2013 R
	CURRENT EMPLOYEE BENEFITS (continued)		
	Bonuses		
	Balance at beginning of year	791 935	743 601
	Contribution to current portion	1 493 192	1 249 601
	Expenditure incurred	(1 439 901)	(1 201 267)
	Balance at end of year	**845 226**	**791 935**

Bonuses are being paid to all municipal staff, excluding section 57 Managers. The balance at year end represent to portion of the bonus that have already vested for the current salary cycle. There is no possibility of reimbursement.

		2014 R	2013 R
7	**PROVISIONS**		
	Landfill site - Refer to note 4	-	-
	Total Provisions	-	-

		2014 R	2013 R
8	**PAYABLES FROM EXCHANGE TRANSACTIONS**		
	Trade Payables	2 431 295	1 491 005
	Balance as previously reported	-	17 087 900
	Transferred from Accumulated Surplus to Payables from Exchange Transactions (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.01	-	2 704 651
	Transferred from Payables from Exchange Transactions to Consumer Deposits (Reclassifcation of consumer deposits as it was Incorrectly classified as Payables from Exchange Transactions) - Refer to note 35.01	-	(384 058)
	Transferred from Payables from Exchange Transactions Trade Payables to Sundry Creditors (Reclassifcation of sundry creditors as was previously classified as Trade Payables) - Refer to note 35.01	-	(19 025 244)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.01	-	47 424
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.01	-	2 931
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.01	-	28 006
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.01	-	162 713
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.01	-	865 221
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.01	-	1 460

	2014 R	2013 R
PAYABLES FROM EXCHANGE TRANSACTIONS (continued)		
Sundry Creditors	10 387 732	12 526 343
Balance as previously reported	-	-
Transferred from Payables from Exchange Transactions Trade Payables to Sundry Creditors (Reclassifcation of sundry creditors as was previously classified as Trade Payables) - Refer to note 35.01	-	19 025 244
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.01	-	(518 321)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.01	-	(5 888 128)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.01	-	(750)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.01	-	(2 706 095)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.01	-	(2 575 625)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.01	-	(40 081)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.01	-	156 324
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.01	-	7 000 000
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.01	-	(493)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.01	-	(57 567)

	2014 R	2013 R
PAYABLES FROM EXCHANGE TRANSACTIONS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.01	-	(372 155)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of cancelled EFT's) - Refer to note 35.01	-	(7 000 000)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	-	(153 597)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	-	(34 866)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Payables from Exchange Transactions - Sundry Creditors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	-	(17 319)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Payables from Exchange Transactions - Sundry Creditors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	-	17 319
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Bargaining council payments incorrectly allocated) - Refer to note 35.01	-	(6 668)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Bargaining council payments incorrectly allocated) - Refer to note 35.01	-	(734)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	-	7 898
Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	-	(35 433)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Pension Fund payments incorrectly allocated) - Refer to note 35.01	-	(1 021 463)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Pension Fund payments incorrectly allocated) - Refer to note 35.01	-	292
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation of traffic revenue incorrectly recognised against salary control) - Refer to note 35.01	-	58 950
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.01	-	7 764
Transferred between Receivables from Exchange Transactions - Other to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of direct deposit 16003035) - Refer to note 35.01	-	1 091
Transferred between Accumulated Surplus/(Deficit) to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity as at 1 July 2012) - Refer to note 35.01	-	29 217
Transferred between Statement of Financial Performance - Service Charges - Electricity to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity movement for 2012/2013) - Refer to note 35.01	-	137 985
Transferred between Statement of Financial Performance - General Expenses - Membership Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of SALGA affiliation fees as per issued return) - Refer to note 35.01	-	450 000
Transferred between Statement of Financial Performance - General Expenses - Audit Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.01	-	681 873
Transferred between Statement of Financial Performance - Finance Charges - Borrowings to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.01	-	26 851
Transferred between Taxes - VAT Receivable to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.01	-	95 462
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote 9401/9401/9403 as per GRAP standards) - Refer to note 35.01	-	2 235 143
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote as per GRAP standards) - Refer to note 35.01	-	3 024 226

	2014 R	2013 R
PAYABLES FROM EXCHANGE TRANSACTIONS (continued)		
Payments received in advance	2 484 862	1 836 863
Balance as previously reported	-	28 109
Transferred between Receivables from Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.01	-	1 330 155
Transferred between Receivables from Non-Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.01	-	478 599
Total Trade Payables	**15 303 890**	**15 854 211**

Payables are being recognised net of any discounts.

Payables are not being paid within 30 days as prescribed by the MFMA. Discounting of trade and other payables on initial recognition is not deemed necessary.

The carrying value of trade and other payables approximates its fair value.

All payables are unsecured.

Sundry deposits include hall, builders and housing Deposits.

The arrear portion of long term liabilities originated as a result of the municipality not settling in full the current portion of the annuity loan as disclosed in note 2.

		2014 R	2013 R
9	**UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS**		
	Unspent Grants	8 176 079	(1 521 643)
	National Government Grants	4 396 779	80 144
	Balance as previously reported	-	-
	Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (FMG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	1 500 000
	Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (MSIG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	800 000
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MIG grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	4 799 567
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MSIG grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(746 504)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(4 066 381)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of FMG grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(1 419 856)
	Provincial Government Grants	3 779 300	(1 601 787)
	Balance as previously reported	-	2 524 226
	Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (EPWP) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	(1 008 942)
	Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Department of Housing) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	4 161 319
	Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Department of Minerals and Energy) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	3 360 000
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(998 431)
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income received as per bank statements for 2012/2013) - Refer to note 35.1	-	(720 000)
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of journal SEBJ010 2012/2013) - Refer to note 35.1	-	(2 524 226)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	105 796
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	342 416
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(53 705)
	Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Provincial Local Government) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	53 705
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(5 124 348)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(1 719 512)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	-	(85)

	2014 R	2013 R
UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS (continued)		
Other Grant Providers	-	-
Balance as previously reported	-	-
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Eskom) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	3 140 000
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of Eskom Grant income incorrectly recognised for 2012/2013) - Refer to note 35.1	-	(3 140 000)
Less: Unpaid Grants	6 202 779	15 668 790
National Government Grants	472 879	15 396 356
Balance as previously reported	-	-
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (MIG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	16 183 037
Provincial Government Grants	5 457 466	-
District Municipality	272 434	272 434
Balance as previously reported	-	-
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (FBDM) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	-	263 946
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (FBDM) (Correction of allocation of income received) - Refer to note 35.1	-	(316 965)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income FBDM incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1		325 453
Other Grant Providers	-	-
Total Conditional Grants and Receipts	**1 973 300**	**(17 190 433)**

See appendix "D" for reconciliation of grants from other spheres of government. The municipality complied with the conditions attached to all grants received to the extent of revenue recognised. No grants were withheld.

Unspent grants can mainly be attributed to projects that are work in progress on the relevant financial year-ends.

		2014 R	2013 R
10	**TAXES**		
	VAT RECEIVABLE		
	VAT Receivable	24 146 448	18 575 357
	Balance as previously reported	-	10 514 953
	Transferred from Accumulated Surplus to Taxes (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.02	-	(205)
	Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.02	-	499 843
	Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 35.02	-	7 604
	Transferred from Property, Plant and Equipment to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.02	-	(499 843)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.02	-	(34 866)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.02	-	(35 433)
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Taxes - VAT receivable (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 35.02	-	(5 741)
	Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.02	-	(246 350)
	Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.02	-	(54 645)
	Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.02	-	10 385
	Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.02	-	22 586
	Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.02	-	6 332 193
	Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.02	-	2 096 000
	Transferred between Taxes - VAT Receivable to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.02	-	95 462
	Transferred between Taxes - VAT Receivable to Accumulated Surplus/(Deficit) (Correction of capturing of VAT 201 penalty and interest charges for 2011/12) - Refer to note 35.02	-	(78 143)
	Transferred between Taxes - VAT Receivable to Statement of Financial Performance - Finance Charges - Borrowings (Correction of capturing of VAT 201 penalties and interest charges for 2012/13) - Refer to note 35.02	-	(48 445)
	Total VAT receivable	**24 146 448**	**18 575 357**
	NET VAT RECEIVABLE/(PAYABLE)	**24 146 448**	**18 575 357**

VAT is receivable/payable on the cash basis.

11 PROPERTY, PLANT AND EQUIPMENT

30 JUNE 2014

Reconciliation of Carrying Value

	Cost					Accumulated Depreciation					Carrying Value
	Opening Balance R	Additions R	Work-In-Progress R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Impairments	R
Land and Buildings	**104 557 418**	-	-	**-180 400**	**104 377 018**	**8 972 719**	**1 129 476**	-	**10 102 195**	-	**94 274 823**
Land	75 991 695	-	-	-180 400	75 811 295	-	-	-	-	-	75 811 295
Buildings	28 565 723		-	-	28 565 723	8 972 719	1 129 476	-	10 102 195	-	18 463 528
Infrastructure	**650 378 791**	**27 522 030**	-	-	**677 900 821**	**197 609 351**	**14 205 264**	-	**211 814 615**	-	**466 086 206**
Electricity	39 525 864	3 288 308	-	-	42 814 172	9 877 077	829 539	-	10 706 616	-	32 107 556
Roads	442 452 290	17 493 305	-	-	459 945 595	143 134 038	8 915 868	-	152 049 906	-	307 895 689
Sewerage	51 256 219	-	-	-	51 256 219	18 643 224	1 430 549	-	20 073 773	-	31 182 446
Water	117 144 418	6 740 417	-	-	123 884 835	25 955 012	3 029 308	-	28 984 320	-	94 900 515
Other Assets	**12 151 361**	**3 000 650**	-	**-1 476 932**	**13 675 079**	**4 444 655**	**1 107 013**	**-1 255 791**	**4 295 877**	**20 163**	**9 359 039**
Emergency Equipment	40 914	-	-	-1 256	39 658	33 117	3 226	-1 130	35 213	-	4 445
Furniture And Fittings	2 215 698	126 932	-	-322 098	2 020 532	1 357 109	264 435	-261 794	1 359 750	-	660 782
Motor Vehicles	5 787 166	2 357 609	-	-76 880	8 067 895	673 379	250 060	-28 779	894 660	20 163	7 153 072
Office Equipment	2 805 558	240 889	-	-975 300	2 071 147	1 690 118	434 145	-875 158	1 249 105	-	822 042
Plant And Equipment	1 302 025	275 220	-	-101 398	1 475 847	690 932	155 147	-88 930	757 149	-	718 698
	767 087 570	**30 522 680**	-	**-1 657 332**	**795 952 918**	**211 026 725**	**16 441 753**	**-1 255 791**	**226 212 687**	**20 163**	**569 720 068**

30 JUNE 2013

Reconciliation of Carrying Value	Cost					Accumulated Depreciation					Carrying Value
	Opening Balance R	Additions R	Work-in-Progress R	Disposals R	Closing Balance R	Opening Balance R	Additions R	Disposals R	Closing Balance R	Impairments	R
Land and Buildings	**103 893 866**	**663 552**	**-**	**-**	**104 557 418**	**7 851 948**	**1 120 771**	**-**	**8 972 719**	**-**	**95 584 699**
Land	75 991 695	-	-	-	75 991 695	-	-	-	-	-	75 991 695
Balance previously reported	549 661 105	25 336 249	-	-	574 997 354	-	-	-	-	-	574 997 354
Correction of error - Refer to note 35.03	-473 669 410	-25 336 249	-	-	-499 005 659	-	-	-	-	-	-499 005 659
Buildings	27 902 171	663 552	-	-	28 565 723	7 851 948	1 120 771	-	8 972 719	-	19 593 004
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	27 902 171	663 552	-	-	28 565 723	7 851 948	1 120 771	-	8 972 719	-	19 593 004
Infrastructure	**606 466 962**	**43 911 829**	**-**	**-**	**650 378 791**	**183 308 633**	**14 300 718**	**-**	**197 609 351**	**-**	**452 769 440**
Electricity	36 134 038	3 391 826		-	39 525 864	9 058 541	818 536	-	9 877 077	-	29 648 787
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	36 134 038	3 391 826	-	-	39 525 864	9 058 541	818 536	-	9 877 077	-	29 648 787
Roads	402 296 997	40 155 293		-	442 452 290	134 111 715	9 022 323	-	143 134 038	-	299 318 252
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note	402 296 997	40 155 293	-	-	442 452 290	134 111 715	9 022 323	-	143 134 038	-	299 318 252
Sewerage	51 256 219	-		-	51 256 219	17 212 674	1 430 550	-	18 643 224	-	32 612 995
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	51 256 219	-	-	-	51 256 219	17 212 674	1 430 550	-	18 643 224	-	32 612 995
Water	116 779 708	364 710		-	117 144 418	22 925 703	3 029 309	-	25 955 012	-	91 189 406
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	116 779 708	364 710	-	-	117 144 418	22 925 703	3 029 309	-	25 955 012	-	91 189 406
Heritage Assets	-	-		-	-	-	-	-	-	-	-
Buildings	-	-		-	-	-	-	-	-	-	-

Other Assets	**8 670 176**	**3 481 185**	-	-	**12 151 361**	**3 310 795**	**1 133 860**	-	**4 444 655**	-	**7 706 706**
Emergency Equipment	40 914	-	-	-	40 914	25 950	7 167	-	33 117	-	7 797
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	40 914	-	-	-	40 914	25 950	7 167	-	33 117	-	7 797
Furniture & Fittings	2 117 644	98 054	-	-	2 215 698	1 050 987	306 122	-	1 357 109	-	858 589
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	2 117 644	98 054	-	-	2 215 698	1 050 987	306 122	-	1 357 109	-	858 589
Motor Vehicles	3 064 254	2 722 912	-	-	5 787 166	480 710	192 669	-	673 379	-	5 113 787
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	3 064 254	2 722 912	-	-	5 787 166	480 710	192 669	-	673 379	-	5 113 787
Office Equipment	2 395 555	410 003	-	-	2 805 558	1 198 905	491 213	-	1 690 118	-	1 115 440
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	2 395 555	410 003	-	-	2 805 558	1 198 905	491 213	-	1 690 118	-	1 115 440
Plant and Equipment	1 051 809	250 216	-	-	1 302 025	554 243	136 689	-	690 932	-	611 093
Balance previously reported	-	-	-	-	-	-	-	-	-	-	-
Correction of error - Refer to note 35.03	1 051 809	250 216	-	-	1 302 025	554 243	136 689	-	690 932	-	611 093
	719 031 004	**48 056 566**	-	-	**767 087 570**	**194 471 376**	**16 555 349**	-	**211 026 725**	-	**556 060 845**

11 PROPERTY, PLANT AND EQUIPMENT

Assets pledged as security:

No assets are pledged as security.

Third party payments received for losses incurred:

No third party payments were received for the 2013/14 financial year.

Impairment of property plant and equipment for the year

Impairment charges on Property, plant and equipment recognised in statement of financial performance

12 INVESTMENT PROPERTY

	2014 R	2013 R
Net Carrying amount at 1 July	**594 648**	**624 472**
Cost	831 100	831 100
Balance as previously reported	-	-
Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.04	-	831 100
Accumulated Depreciation	(236 452)	(208 628)
Balance as previously reported	-	-
Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.04	-	(187 140)
Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.04	-	(19 488)
Accumulated Impairment	-	-
Depreciation for the year	(29 824)	(29 824)
Balance as previously reported	-	-
Transferred from Property, Plant and Equipment to Investment Property (Depreciation charge for the 2012/2013 financial year) - Refer to note 35.04	-	(24 952)
Transferred from Statement of Financial Performance - Depreciation and Amortisation - Investment Property to Investment Property (Correction of depreciation charge for 2012/2013) - Refer to note 35.04	-	(4 872)
Net Carrying amount at 30 June	**564 824**	**594 648**
Cost	831 100	831 100
Accumulated Depreciation	(266 276)	(236 452)

There are no restrictions on the realisability of Investment Property or the remittance of revenue and proceeds of disposal.

There are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

		2014 R	2013 R
13	**INTANGIBLE ASSETS**		
	Computer Software		
	Net Carrying amount at 1 July	**252 169**	**314 627**
	Cost	327 564	327 564
	Balance as previously reported	-	81 223
	Transferred from Accumulated Surplus to Intangible Assets (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.05	-	(15 194)
	Transferred from Accumulated Surplus/(Deficit) to Intangible Assets (Restating opening balance additions as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.05	-	261 534
	Accumulated Amortisation	(75 395)	(12 937)
	Additions	36 831	-
	Amortisation	(97 520)	(62 458)
	Balance as previously reported	-	(18 172)
	Transferred from Statement of Financial Performance - Depreciation and Amortisation - Intangibles to to Intangible Assets (Correction of depreciation charge for 2012/2013) - Refer to note 35.05	-	(44 286)
	Net Carrying amount at 30 June	**191 479**	**252 169**
	Cost	364 394	327 564
	Accumulated Amortisation	(172 915)	(75 395)

The following material intangible assets are included in the carrying value above

Description	Remaining Amortisation Period	Carrying Value 2014 R	Carrying Value 2013 R
Microsoft Office Home and Business 2010	24-36	155 784	231 595
Microsoft Office 365 business	24-36	13 798	-
Microsoft office propak	24-36	11 610	-
Auto CAD Civil Software	24-36	10 287	20 574

No intangible asset were assessed having an indefinite useful life.

There are no internally generated intangible assets at reporting date.

There are no intangible assets whose title is restricted.

There are no intangible assets pledged as security for liabilities

There are no contractual commitments for the acquisition of intangible assets.

		2014 R	2013 R
14	**CAPITALISED RESTORATION COST**		
	Net Carrying amount at 1 July	**1 382 995**	**1 480 878**
	Cost	2 201 403	2 135 408
	Balance previously reported	-	-
	Transferred from Capitalised Restoration Cost to Non-Current Provision (First time recognition of Capitalised Restoration Cost - At Cost) - Refer to note 35.18	-	2 135 408
	Acquisitions	-	-
	Accumulated Depreciation	(677 694)	(523 499)
	Balance previously reported	-	-
	Transferred from Accumulated Surplus/(Deficit) to Capitalised Restoration Cost - Accumulated Depreciation (First time recognition of Capitalised Restoration Cost - Accumulated Depreciation until 1 July 2012) - Refer to note 35.18	-	(523 499)
	Accumulated Impairments	(140 714)	(131 031)
	Balance previously reported	-	-
	Transferred from Accumulated Surplus/(Deficit) to Capitalised Restoration Cost - Accumulated Impairment (First time recognition of Capitalised Restoration Cost - Accumulated Impairment until 1 July 2012) - Refer to note 35.18	-	(131 031)
	Acquisitions	60 916	65 995
	Balance previously reported	-	-
	Transferred from Capitalised Restoration Cost to Non-Current Provision (2013 Additions recognition of Capitalised Restoration Cost for 2013) - Refer to note 35.18	-	65 995
	Depreciation	(162 065)	(154 195)
	Balance previously reported	-	-
	Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Depreciation (Recognising depreciation charge for 2012/2013) - Refer to note 35.18	-	(154 195)
	(Impairment) / Reversal of Impairment	3 780	(9 683)
	Balance previously reported	-	-
	Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Impairment (Recognising impairment charge for 2012/2013) - Refer to note 35.18	-	(9 683)
	Net Carrying amount at 30 June	**1 285 626**	**1 382 995**
	Cost	2 201 403	2 201 403
	Accumulated Depreciation	(839 758)	(677 694)
	Accumulated Impairments	(136 934)	(140 714)
	Refuse tip-sites financed by way of a provision previously not recognised		**1 382 995**

		2014 R	2013 R
15	**HERITAGE ASSETS**		
	Total value	-	-
	Total Heritage Assets	-	-

The Municipality has identified all Heritage assets. The list is available for inspection at the Municipal offices.

The Municipality is making use of the transitional period for GRAP 103 which is still applicable.

		2014 R	2013 R
16	**LONG-TERM RECEIVABLES**		
	Consumer Debtors	14 299	9 500
		14 299	9 500
	Less: Current portion Transfered to current receivables	-	-
	Consumer Debtors	-	-
		14 299	9 500
	Less: Provision for Impairment	-	-
	Total Long Term Receivables	**14 299**	**9 500**

CONSUMER DEBTORS
Consumer debtors consist out of debtor arrangements:

		2014 R	2013 R
17	**INVENTORY**		
	Stores, materials and fuels	45 322	-
	Water -- at cost	-	-
	Housing - RDP	3 417 242	-
	Total Inventory	**3 462 564**	-
	Consumable stores materials written down due to losses as identified during the annual stores counts.	-	-
	Consumable stores materials surplusses identified during the annual stores counts.	-	-
	Inventory recognised as an expense during the year	-	-

No inventory assets were pledged as security for liabilities.

		2014 R	2013 R
18	**RECEIVABLES FROM EXCHANGE TRANSACTIONS**		
	Electricity	21 127 590	20 761 165
	Balance as previousiy reported	-	125 172 094
	Transferred between Receivables from Exchange Transactions - Electricity to Water (Reclassification of vote 9100/9150/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(42 900 080)
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9115/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(124 466)
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9119/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(61 365)
	Transferred between Receivables from Exchange Transactions - Electricity to Refuse (Reclassification of vote 9100/9103/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(20 455 030)
	Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9104/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(7 039 996)
	Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9108/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(358 678)
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9116/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(8 812 383)
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9117/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(12 118 077)
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9114/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	894 508
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9107/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(14 890 243)
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9106/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	1 091
	Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9112/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(732 293)
	Transferred from Receivables from Exchange Transactions - Electricity to Long-Term Receivables (Reclassification of vote 9100/9119/9101 as was previously incorrectly classified) - Refer to note 35.07	-	(9 500)
	Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.07	-	(6 924 790)
	Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.07	-	(2 092)
	Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Sundry Debtors (Reclassification of Exchange and Non-Exchange incorrectly classified in 2013) - Refer to note 35.07	-	7 201 552
	Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Water (Correction of Pre-paid electricity Integration instead of Pre-Paid Water for vote 9100/9113/9101) - Refer to note 35.07	-	(513)
	Transferred from Receivables from exchange transactions - Electricity to Accumulated Surplus/(Deficit) (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	-	1 759 642
	Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	-	246 350
	Transferred from Receivables from exchange transactions - Electricity to Statement of Financial Performance - Service Charges - Electricity (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	-	(74 181)
	Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	-	(10 385)

	2014 R	2013 R
RECEIVABLES FROM EXCHANGE TRANSACTIONS (continued)		
Water	56 763 234	43 161 648
Balance as previously reported	-	-
Transferred between Receivables from Exchange Transactions - Electricity to Water (Reclassification of vote 9100/9115/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	42 900 080
Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Water (Correction of Pre-paid electricity Integration instead of Pre-Paid Water for vote 9100/9113/9101) - Refer to note 35.07	-	513
Transferred from Receivables from exchange transactions - Water to Accumulated Surplus/(Deficit) (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	-	390 321
Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	-	54 645
Transferred from Receivables from exchange transactions - Water to Statement of Financial Performance - Service Charges - Water (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	-	(161 327)
Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	-	(22 586)
Refuse	28 066 493	20 455 030
Balance as previously reported	-	-
Transferred between Receivables from Exchange Transactions - Electricity to Refuse (Reclassification of vote 9100/9103/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	20 455 030
Sewerage	10 243 932	7 398 674
Balance as previously reported	-	-
Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9104/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	7 039 996
Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9108/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	358 678
Other	31 502 450	35 108 472
Balance as previously reported	-	-
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9115/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	124 466
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9119/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	61 365
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9116/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	8 812 383
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9117/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	12 118 077
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9107/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	14 890 243
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9106/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(1 091)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9112/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	732 293
Transferred between Receivables from Exchange Transactions - Other to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of direct deposit 16003035) - Refer to note 35.07	-	1 091
Transferred between Receivables from Exchange Transactions - Other to Accumulated Surplus/(Deficit) (Correction of opening balance of vote 9100/9118/9101 as at 1 July 2012) - Refer to note 35.07	-	(732 293)

	2014 R	2013 R
RECEIVABLES FROM EXCHANGE TRANSACTIONS (continued)		
Transferred between Receivables from Exchange Transactions - Other to Accumulated Surplus/(Deficit) (Correction of opening balance vote 9100/9115/9101 as at 1 July 2012) - Refer to note 35.07	-	(3 553)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9114/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	-	(894 508)
Debtors with credit balances	1 432 117	1 330 155
Balance as previously reported	-	-
Transferred between Receivables from Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.07	-	1 330 155
Total Receivables from Exchange Transactions	**149 135 816**	**128 215 144**
Less: Allowance for Doubtful Debts	(90 969 097)	(68 629 577)
Balance as previously reported	-	-
Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.07	-	6 924 790
Transferred from Receivables from exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.07	-	(51 985 309)
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.07	-	(6 332 193)
Transferred from Receivables from exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.07	-	(15 140 864)
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.07	-	(2 096 000)
Total Net Receivables from Exchange Transactions	**58 166 719**	**59 585 567**

	2014 R	2013 R
RECEIVABLES FROM EXCHANGE TRANSACTIONS (continued)		
Consumer debtors are payable within 30 days. This credit period granted is considered to be consistent with the terms used in the public sector, through established practices and legislation. Discounting of trade and other receivables on initial recognition is not deemed necessary		
Ageing of Receivables from Exchange Transactions:		
(Electricity): Ageing		
Current (0 - 30 days)	1 032 182	3 984 500
31 - 60 Days	578 618	1 835 534
61 - 90 Days	901 331	1 818 115
+ 90 Days	18 615 458	13 123 016
Total	**21 127 590**	**20 761 165**
(Water): Ageing		
Current (0 - 30 days)	1 449 130	1 443 734
31 - 60 Days	1 361 453	1 188 467
61 - 90 Days	1 258 221	1 248 369
+ 90 Days	52 694 430	39 281 077
Total	**56 763 234**	**43 161 648**
(Refuse): Ageing		
Current (0 - 30 days)	677 714	600 863
31 - 60 Days	669 240	593 005
61 - 90 Days	665 847	585 532
+ 90 Days	26 053 692	18 675 630
Total	**28 066 493**	**20 455 030**
(Sewerage): Ageing		
Current (0 - 30 days)	260 325	232 527
31 - 60 Days	250 948	227 364
61 - 90 Days	253 035	209 129
+ 90 Days	9 479 625	6 729 653
Total	**10 243 933**	**7 398 674**
(Other): Ageing		
Current (0 - 30 days)	160 744	4 324 678
31 - 60 Days	160 832	370 401
61 - 90 Days	167 642	988 001
+ 90 Days	31 013 232	29 425 392
Total	**31 502 450**	**35 108 472**
(Total): Ageing		
Current (0 - 30 days)	3 580 096	10 586 302
31 - 60 Days	3 021 090	4 214 772
61 - 90 Days	3 246 077	4 849 146
+ 90 Days	137 856 437	107 234 769
Total	**147 703 700**	**126 884 989**

	2014 R	2013 R
RECEIVABLES FROM EXCHANGE TRANSACTIONS (continued)		
Reconciliation of Provision for Bad Debts		
Balance at beginning of year	68 629 577	51 562 147
Balance as previously reported	-	-
Transferred from Receivables from exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.07	-	45 229 954
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts as at 1 July 2012 - VAT) - Refer to note 35.07	-	6 332 193
Contribution to provision/(Reversal of provision)	22 339 520	17 236 864
Balance as previously reported	-	-
Transferred from Receivables from exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.07	-	15 140 864
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debt 2012/2013 movement) - Refer to note 35.07	-	2 096 000
Bad Debts Written Off	-	(169 434)
Balance at end of year	**90 969 097**	**68 629 577**
The Provision for Impairment could be allocated between the different classes of receivables as follows:		
Electricity	15 327 637	10 466 289
Water	32 921 689	23 577 285
Refuse	17 289 713	12 405 258
Sewerage	4 559 189	3 283 069
Other	20 870 869	18 897 675
	90 969 097	**68 629 577**

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

		2014 R	2013 R
19	**RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS**		
	Rates	23 211 269	19 148 755
	Balance as previously reported	-	-
	Transferred between Receivables from Non-Exchange Transactions - Sundry Debtors to Rates (Reclassification of vote 9100/9101/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.08	-	19 148 755
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	-	(2 000)
	Transferred from Cash and Cash Equivalents - Cash Floats to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	-	2 000
	Sundry Debtors	22 957 184	23 556 483
	Balance as previously reported	-	35 395 248
	Transferred from Accumulated Surplus to Receivables from Non-Exchange Transactions (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.08	-	(3 470 794)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Receivables from Non-Exchange Transactions - Sundry Debtors (Reclassification of Cash suspense previously classified as Primary bank account) - Refer to note 35.08	-	3 119 614
	Transferred between Receivables from Non-Exchange Transactions - Sundry Debtors to Rates (Reclassification of vote 9100/9101/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.08	-	(19 148 755)
	Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Sundry Debtors (Reclassification of Exchange and Non-Exchange incorrectly classified in 2013) - Refer to note 35.08	-	(7 201 552)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.08	-	(1 164)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.08	-	(19 750)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	-	(2 898)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.08	-	3 466 079
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.08	-	4 721 591
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale efts cancelled 2011/2012) - Refer to note 35.08	-	(5 759)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	-	(9 680)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.08	-	1 779 390
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.08	-	1 406 863
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.08	-	(8 742)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.08	-	(174 034)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.08	-	(1 059 858)

	2014 R	2013 R
RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.08	-	3 583 127
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2011/2012) - Refer to note 35.08	-	(26 648)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2012/2013) - Refer to note 35.08	-	(13 174)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.08	-	(153 597)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Bargaining council payments incorrectly allocated) - Refer to note 35.08	-	(6 668)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.08	-	7 898
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between votes 9501/9511/0000 and vote 9501/9514/0000) - Refer to note 35.08	-	165 323
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between votes 9501/9511/0000 and vote 9501/9514/0000) - Refer to note 35.08	-	(165 323)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Pension Fund payments incorrectly allocated) - Refer to note 35.08	-	(1 021 463)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote9501/9512/0000) - Refer to note 35.08	-	1 512 491
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote9501/9512/0000) - Refer to note 35.08	-	(1 512 491)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - UIF and pension funds (Correction of allocation of medical aid payments) - Refer to note 35.08	-	(75 800)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote 9201/9290/9299) - Refer to note 35.08	-	1 193 286
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote 9201/9290/9299) - Refer to note 35.08	-	(1 193 286)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation of traffic revenue incorrectly recognised against salary control) - Refer to note 35.08	-	58 950
Transferred from Statement of Financial Performance - Other Income - Sundry Income to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of commission incorrectly reversed) - Refer to note 35.08	-	13 968
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of UIF and SDL payments) - Refer to note 35.08	-	730
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of Pension and Medical aid payments) - Refer to note 35.08	-	(1 752)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Contributions to UIF (Correction of allocation of Pension and Medical aid payments) - Refer to note 35.08	-	(54 554)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	(2 378)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT's which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	(102 588)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Jnl captured which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	2 000 000

	2014 R	2013 R
RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	(24 214)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Journal which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	1 536
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	(15 980)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Other charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	2 275
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	-	2 158
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income received as per bank statements for 2012/2013) - Refer to note 35.08	-	(720 000)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Government Grants and Subsidies (Correction of journal SEBJ010 INEP grant income incorrectly recorded for 2012/2013) - Refer to note 35.08	-	1 360 000
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of journal SEBJ010 2012/2013) - Refer to note 35.08	-	(2 524 226)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of Eskom Grant income incorrectly recognised for 2012/2013) - Refer to note 35.08	-	(3 140 000)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Rental of Facilities and Equipment (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 35.08	-	41 007
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Taxes - VAT receivable (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 35.08	-	5 741
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (FBDM) (Correction of allocation of income received) - Refer to note 35.08	-	316 965
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote 9401/9401/9403 as per GRAP standards) - Refer to note 35.08	-	2 235 143
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote as per GRAP standards) - Refer to note 35.08	-	3 024 226
Debtors with credit balances	890 003	478 599
Balance as previously reported	-	-
Transferred between Receivables from Non-Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.08	-	478 599
Total Receivables from Non-Exchange Transactions	**47 058 455**	**43 183 837**
Less: Allowance for Doubtful Debts	(10 836 865)	(7 146 586)
Balance as previously reported	-	-
Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.08	-	2 092
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts opening balance as at 1 July 2012) - Refer to note 35.08	-	(5 003 924)
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.08	-	(2 144 754)
Total Net Receivables from Non-Exchange Transactions	**36 221 590**	**36 037 251**

	2014 R	2013 R
RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS (continued)		
Ageing of Receivables from Non-Exchange Transactions:		
(Rates): Ageing		
Current (0 - 30 days)	535 335	571 205
31 - 60 Days	594 551	537 162
61 - 90 Days	453 917	536 075
+ 90 Days	21 627 466	17 504 312
Total	**23 211 269**	**19 148 755**

	2014 R	2013 R
Reconciliation of Provision for Bad Debts		
Balance at beginning of year	7 146 586	5 001 832
Balance as previously reported	-	-
Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.08	-	(2 092)
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts opening balance as at 1 July 2012) - Refer to note 35.08	-	5 003 924
Contribution to provision/(Reversal of provision)	3 690 279	2 144 754
Balance as previously reported	-	-
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.08	-	2 144 754
Bad Debts Written Off	-	-
Balance at end of year	**10 836 865**	**7 146 586**

The entire provision for bad debts relates to the outstanding rates balance.

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

Summary of Receivables by Customer Classification	**Residential, Industrial & Commercial** **R's**	**Other Debtors** **R's**	**National and Provincial Government** **R's**	**Total** **R's**
2014				
Total Receivables	94 025 283	23 092 756	76 754 113	193 872 152
Less: Provision for doubtful debts	(80 935 094)	(20 870 869)	-	(101 805 962)
Total Recoverable debtors by customer classification	**13 090 190**	**2 221 887**	**76 754 113**	**92 066 190**

Summary of Receivables by Customer Classification	**Residential, Industrial & Commercial** **R's**	**Other Debtors** **R's**	**National and Provincial Government** **R's**	**Total** **R's**
2013				
Total Receivables	77 549 813	23 746 728	68 293 685	169 590 227
Less: Provision for doubtful debts	(56 878 488)	(18 897 675)	-	(75 776 163)
Total Recoverable debtors by customer classification	**20 671 326**	**4 849 053**	**68 293 685**	**93 814 064**

		2014 R	2013 R
20	**OPERATING LEASE ARRANGEMENTS**		
	The Municipality as Lessor (Asset)		
	Balance on 1 July	8 109	6 407
	Balance as previously reported	-	-
	Transferred between Operating Lease Arrangements and Accumulated Surplus/(Deficit) (Recognition of operating lease asset opening balance as at 1 July 2012 previously not recognised) - Refer to note 35.15	-	6 407
	Movement during the year	(988)	1 702
	Balance as previously reported	-	-
	Transferred between Operating Lease Arrangements and Statement of Financial Performance - Rental of Facilities and Equipment (Recognition of operating lease asset movement for 2012/2013) - Refer to note 35.15	-	1 702
	Balance on 30 June	**7 121**	**8 109**
	At the Statement of Financial Position date, where the municipality acts as a lessor under operating leases, it will receive operating lease income as follows:		
	Up to 1 Year	41 844	41 844
	1 to 5 Years	24 409	66 253
	More than 5 Years	-	-
	Total Operating Lease Arrangements	**66 253**	**108 097**

This lease income was determined from contracts that have a specific conditional income and does not include lease income which has a undetermined conditional income.

		2014 R	2013 R
21	**CASH AND CASH EQUIVALENTS**		
	Assets		
	Call Investments Deposits	1 751 790	6 306 829
	Balance as previously reported	-	-
	Transferred from Cash and Cash Equivalents Primary Bank Account to Call Investment Deposits (Reclassification of Call investment deposits previously classified as Primary bank account) - Refer to note 35.06	-	6 288 008
	Transferred from Cash and Cash Equivalents Call Investment Deposits to Statement of Financial Performance - Interest earned -External investments (Correction of Investment interest earned 2012/2013) - Refer to note 35.06	-	18 821
	Primary Bank Account	478 675	-
	Balance as previously reported	-	6 529 779
	Transferred from Cash and Cash Equivalents to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	-	(2 158)
	Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	-	6 161 952
	Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	-	1 822 971
	Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	-	(18 822)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Call Investment Deposits (Reclassification of Call investment deposits previously classified as Primary bank account) - Refer to note 35.06	-	(6 288 008)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Cash Floats (Reclassification of Cash Floats previously classified as Primary bank account) - Refer to note 35.06	-	(156 695)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Receivables from Non-Exchange Transactions - Sundry Debtors (Reclassification of Cash suspense previously classified as Primary bank account) - Refer to note 35.06	-	(3 119 614)
	Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	519 339
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, plant and equipment (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	300
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	47 424
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	1 164
	Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Primary Bank (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	2 000
	Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Primary Bank (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	(2 000)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	19 750
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	16 858
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	5 074
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	2 898
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	2 428
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	8 216
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and delegations (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	6 100

	2014 R	2013 R
CASH AND CASH EQUIVALENTS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	1 499
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Rental of Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	3 990
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(3 466 079)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(518 321)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(1 520)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	-	(4 721 591)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	-	(5 888 128)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges Electricity (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	-	(190 346)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Correction of stale bank charges cancelled 2012/2013) - Refer to note 35.06	-	17 589
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Telephone Cost (Correction of stale bank charges cancelled 2012/2013) - Refer to note 35.06	-	1 564
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale bank charges cancelled 2012/2013) - Refer to note 35.06	-	425
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Interest on External Investments (Correction of stale interest charges cancelled 2012/2013) - Refer to note 35.06	-	16 204
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale efts cancelled 2011/2012) - Refer to note 35.06	-	5 759
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale efts cancelled 2011/2012) - Refer to note 35.06	-	833 733
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	9 024 534
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	169 247
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Travel and subsistence Local (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	69 180
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	31 067
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	13 190
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and Delegations (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	8 629
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	216 900
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	281 057
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Contracted Services (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	41 480

CASH AND CASH EQUIVALENTS (continued)	2014 R	2013 R
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Membership Fees (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	400 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Advertising (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	459
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	62 009
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Repairs and Maintenance (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	20 828
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	-	12 922
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	148 648
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	2 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	1 929
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	2 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	7 816
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	13 500
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	900
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	4 000
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	2 931
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	2 000
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	28 006
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	10 000
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	9 680
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	2 450
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	2 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	369
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(750)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(1 779 390)

	2014 R	2013 R
CASH AND CASH EQUIVALENTS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(2 706 095)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	-	(4 960)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	-	(1 406 863)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	-	(2 575 625)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	-	(40 081)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale bank charges cancelled 2011/2012) - Refer to note 35.06	-	83
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	-	176 098
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	-	8 742
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	8 216
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	34 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	300 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Postage (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	430
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	78 318
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Cleaning (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	1 017
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	1 012
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	8 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Water and Sanitation (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	865
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	-	162 713
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	-	170 100
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	-	156 324
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	-	174 034
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	865 221

	2014 R	2013 R
CASH AND CASH EQUIVALENTS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	4 276 487
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	1 059 858
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	7 000 000
Transferred from Cash and Cash Equivalents - Primary Bank to Long Term Liabilities - Annuity Loans (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	-	43 198
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.06	-	(158 423)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	-	(4 047)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges - Sewerage (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	-	(818)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	-	(493)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.06	-	(57 567)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.06	-	(3 583 127)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	-	(372 155)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale other items cancelled 2011/2012) - Refer to note 35.06	-	456
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2011/2012) - Refer to note 35.06	-	26 648
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2012/2013) - Refer to note 35.06	-	13 174
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of cancelled EFT's) - Refer to note 35.06	-	(7 000 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Property, plant and Equipment (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.06	-	(3 570 304)
Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.06	-	(499 843)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses -Other (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 35.06	-	(54 318)
Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 35.06	-	(7 604)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	2 378
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	102 588
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	1 460
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Jnl captured which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(2 000 000)

	2014 R	2013 R
CASH AND CASH EQUIVALENTS (continued)		
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Cheque which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(2 787)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	24 214
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Bank Charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(1 423)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Subscription and Publication (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(20 700)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Journal which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(1 536)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	7 764
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	15 980
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Other charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(2 275)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	-	(2 158)
Cash Floats	136 695	136 695
Balance as previously reported	-	-
Transferred from Cash and Cash Equivalents Primary Bank Account to Cash Floats (Reclassification of Cash Floats previously classified as Primary bank account) - Refer to note 35.06	-	156 695
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	(2 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	-	(4 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	(2 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	(10 000)
Transferred from Cash and Cash Equivalents - Cash Floats to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	-	(2 000)
Other Cash and Cash Equivalents	-	-
Total Cash and Cash Equivalents - Assets	**2 367 160**	**6 443 524**
Liabilities		
Primary Bank Account	-	8 889 499
Total Cash and Cash Equivalents - Liabilities	**-**	**8 889 499**

Cash and cash equivalents comprise cash held and short term deposits. The carrying amount of these assets approximates their fair value.

The following investments have been pledged or ceded:
A fixed deposit amounting to R125 000 has been pledged as security for the Electricity guarantees from Eskom

The municipality has the following bank accounts:

		2014 R	2013 R
CASH AND CASH EQUIVALENTS (continued)			
Current Accounts			
First National Bank Limited - Account Number 62-022-642-468		478 675	(8 889 499)
		478 675	**(8 889 499)**
FNB - Account Number 62022642468			
Cash book balance at beginning of year		227 696	5 882 393
Cash book balance at end of year		478 675	227 696
Bank statement balance at beginning of year		227 696	5 882 393
Bank statement balance at end of year		624 403	227 696
Call Investment Deposits			
Call investment deposits consist out of the following accounts:			
Call Investments Deposits		1 751 790	6 306 829
FNB Money Market Acc No:	62-287-817-393	85 510	83 635
FNB Acc No:	62-279-967-643	17 869	2 058 742
Standard Bank Acc No:	146-018-273	17 821	17 846
FNB Library Acc No:	62-046-158-433	28 356	28 987
FNB Bank Acc No:	62-256-156-318	866 887	2 583 700
FNB Bank Acc No:	71-045-321-107	3 365	3 267
FNB Bank Acc No:	74-044-313-240	114 011	114 011
FNB Bank Acc No:	62-345-563-911	617 970	1 416 642
		1 751 790	6 306 829

22 PROPERTY TAXES	2014 R	2013 R
Actual		
Rateable Land and Buildings	5 063 485	4 465 302
Residential, Commercial Property, State	5 063 485	4 465 302
Balance as previously reported	-	4 486 210
Transferred from Statement of Financial Performance - General Expenses - Departmental Consumption to Property Taxes - Residential, Commercial Property, State (Reclassification of vote as per GRAP standards) - Refer to note 36	-	(20 908)
Less: Rebates	-	-
Total Assessment Rates	**5 063 485**	**4 465 302**
Valuations - 1 JULY 2009		
Rateable Land and Buildings		
Residential	290 762 650	290 762 650
Business & Commercial	39 921 623	39 921 623
Government	37 330 810	37 330 810
Exempt Properties	5 470 500	5 470 500
Agricultural	456 166 994	456 166 994
Municipal	52 167 167	52 167 167
Total Assessment Rates	**881 819 744**	**881 819 744**

Valuations on land and buildings are performed every four years. The last valuation came into effect on 1 July 2009.

Rates:	c/R	c/R
Residential	0.025190	0.023320
Business	0.027920	0.025850
Government	0.035050	0.032450
Agriculture	0.027970	0.025900
Institutions	0.027920	0.025850
Vacant	0.027920	0.025850
Industrial	0.027960	0.025890

Rates are levied annually and monthly. Monthly rates are payable by the 15th of the following month and annual rates are payable before 30 October. Interest is not levied on outstanding monthly rates.

Rebates can be defined as any income that the Municipality is entitled by law to levy, but which has subsequently been forgone by way of rebate or remission.

		2014 R	2013 R
23	**GOVERNMENT GRANTS AND SUBSIDIES**		
	Unconditional Grants	**45 498 000**	**37 209 000**
	Equitable Share	45 498 000	37 209 000
	Balance as previously reported	-	-
	Transferred from Government Grants and Subsidies - Conditional Grants to Unconditional Grants (Reclassification within Governement Grants and Subsidies) - Refer to note 36	-	37 209 000
	Conditional Grants	**36 441 830**	**56 026 012**
	Grants and subsidies	36 441 830	56 026 012
	Balance as previously reported	-	72 543 734
	Transferred from Accumulated Surplus to Government Grants and Subsidies (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	10 402 176
	Transferred from Government Grants and Subsidies - Conditional Grants to Unconditional Grants (Reclassification within Governement Grants and Subsidies) - Refer to note 36	-	(37 209 000)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MIG grant income recognised as per expenditure for 2012/2013) - Refer to note 36	-	(4 799 567)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MSIG grant income recognised as per expenditure for 2012/2013) - Refer to note 36	-	746 504
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of FMG grant income recognised as per expenditure for 2012/2013) - Refer to note 36	-	1 419 856
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income recognised as per expenditure for 2012/2013) - Refer to note 36	-	998 431
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Government Grants and Subsidies (Correction of journal SEBJ010 INEP grant income incorrectly recorded for 2012/2013) - Refer to note 36	-	1 360 000
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	(105 796)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	(342 416)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	(88 825)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	(53 705)
	Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - Sundry Income (Correction of income incorrectly allocated in 2012/2013) - Refer to note 36	-	(15)
	Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - LG Seta (Reclassification of vote 0201/1617/0000 in 2012/2013) - Refer to note 36	-	(17 530)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	5 124 348
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	1 719 512
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	85
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	4 066 381
	Transferred from Government Grants and Subsidies to Other Income - LG Seta (Correction of allocation of grant income incorrectly allocated for 2012/2013) - Refer to note 36	-	(63 617)
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income FBDM incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	-	325 453
	Total Government Grants and Subsidies	**81 939 830**	**93 235 012**

The municipality does not expect any significant changes to the level of grants.

	GOVERNMENT GRANTS AND SUBSIDIES (continued)	2014 R	2013 R
23.01	**Equitable share**		
	Opening balance	-	-
	Grants received	45 498 000	37 209 000
	Conditions met	(45 498 000)	(37 209 000)
	Conditions still to be met	-	-
	The Equitable Share is the unconditional share of the revenue raised nationally and is being allocated in terms of Section 214 of the Constitution (Act 108 of 1996) to the municipality by the National Treasury.		
23.02	**Municipal Infrastructure Grant (MIG)**		
	Opening balance	(15 449 852)	-
	Correction of error	-	(15 449 852)
	Grants utilised against equitable share	-	-
	Grants received	34 378 000	-
	Conditions met	(14 531 370)	-
	Conditions still to be met	4 396 779	(15 449 852)
	The grant was used to upgrade infrastructure in previously disadvantaged areas.		
23.03	**Local Government Financial Management Grant (FMG)**		
	Opening balance	80 144	-
	Correction of error	-	80 144
	Grants received	1 650 000	-
	Conditions met	(2 182 271)	-
	Conditions still to be met	(452 127)	80 144
	The Financial Management Grant is paid by National Treasury to municipalities to help implement the financial reforms required by the Municipal Finance Management Act (MFMA), 2003. The FMG Grant also pays for the cost of the Financial Management Internship Programme (e.g. salary costs of the Financial Management Interns).		
23.04	**Municipal Systems Improvement Grant**		
	Opening balance	53 496	-
	Correction of error	-	53 496
	Grants received	890 000	-
	Conditions met	(964 248)	-
	Conditions still to be met	(20 752)	53 496
	The MSIG was used for building in-house capacity to perform municipal functions and stabilise institutional and governance systems.		
23.05	**Housing Grants**		
	Opening balance	(963 029)	-
	Correction of error	-	(963 029)
	Grants received	12 461 592	-
	Conditions met	(11 717 312)	-
	Grant expenditure to be recovered	(218 749)	(963 029)
	Housing grants was utilised for the development of erven and the erection of top structures.		
23.06	**Department of Minerals and Energy**		
	Opening balance	(77 943)	-
	Correction of error	-	(77 943)
	Grants received	4 339 000	-
	Conditions met	(3 005 757)	-
	Conditions still to be met	1 255 300	(77 943)
	The grant was used for the development of infrastructure within the Barkly West area.		

	GOVERNMENT GRANTS AND SUBSIDIES (continued)	2014 R	2013 R
23.07	**EPWP**		
	Opening balance	(560 815)	2 524 226
	Correction of error	-	(3 085 041)
	Gra Grants utilised against equitable share	(2 524 000)	-
	Grants received	1 000 000	-
	Conditions met	(3 153 902)	-
	Conditions still to be met	(5 238 717)	(560 815)
	The grant was used to promote job creation during the financial year.		
23.08	**Frances Baard District Municipality**		
	Opening balance	(272 434)	-
	Correction of error	-	(272 434)
	Grants received	886 971	-
	Conditions met	(886 971)	-
	Conditions still to be met	(272 434)	(272 434)
	The grant was used to pay for the advisor to the municipality.		
23.09	**Total Grants**		
	Opening balance	(17 190 433)	2 524 226
	Grants utilised against equitable share	(2 524 000)	-
	Correction of error	-	(19 714 659)
	Grants received	101 103 584	37 209 000
	Conditions met	(81 939 830)	(37 209 000)
	Conditions still to be met/(Grant expenditure to be recovered)	**(550 700)**	**(17 190 433)**
	Disclosed as follows:		
	Unspent Conditional Government Grants and Receipts	5 652 079	(1 521 643)
	Unpaid Conditional Government Grants and Receipts	(6 202 779)	(15 668 790)
		(550 700)	**(17 190 433)**

		2014 R	2013 R
24	**CONTRIBUTED PPE**		
	Frances Baard District Municipality	2 138 667	16 667
	Balance as previously reported	-	-
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - Contributed PPE (Correction of contributed PPE not captured in 2012/2013) - Refer to note 36	-	16 667
	Sebata	38 207	-
	Total Contributed PPE	**2 176 874**	**16 667**
	Contributed PPE represents all assets donated to the muncipality - refer to note 11for the inclusion of assets.		

		2014 R	2013 R
25	**SERVICE CHARGES**		
	Electricity	17 780 207	28 157 239
	Balance as previously reported	-	29 365 970
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges Electricity (Correction of stale deposits cancelled 2012/2013) - Refer to note 36	-	(190 346)
	Transferred between Statement of Financial Performance - Service Charges - Electricity to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity movement for 2012/2013) - Refer to note 36	-	(137 985)
	Transferred from Receivables from exchange transactions - Electricity to Statement of Financial Performance - Service Charges - Electricity (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 36	-	(74 181)
	Transferred from Statement of Financial Performance - Bulk Purchases - Electricity to Service Charges Electricity (Correction of classification of vote 0463/0403/0000 as per GRAP standards) - Refer to note 36	-	(806 219)
	Water	11 056 812	11 074 866
	Balance as previously reported	-	11 205 914
	Transferred from Accumulated Surplus to Service charges (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	30 279
	Transferred from Receivables from exchange transactions - Water to Statement of Financial Performance - Service Charges - Water (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 36	-	(161 327)

SERVICE CHARGES (continued)	2014 R	2013 R
Sewerage	2 348 124	2 197 841
Balance as previously reported	-	2 198 659
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges - Sewerage (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 36	-	(818)
Refuse removal	5 989 643	5 488 915
	37 174 786	46 918 862
Less: Rebates	(1 237 606)	(771 934)
Balance as previously reported	-	-
Transferred from Statement of Financial Performance - General Expenses - Other to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	-	(633 629)
Transferred from Statement of Financial Performance - General Expenses - Water and Sanitation to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	-	(138 304)
Total Service Charges	**35 937 180**	**46 146 928**

26 OTHER INCOME	2014 R	2013 R
Sundry income	169 770	1 748 726
Balance as previously reported	-	5 989 968
Transferred from Accumulated Surplus to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(4 119 566)
Transferred from Cash and Cash Equivalents to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(2 158)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	2 428
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	31 067
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	1 929
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 36	-	(4 047)
Transferred from Statement of Financial Performance - Other Income - Sundry Income to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of commission incorrectly reversed) - Refer to note 36	-	13 968
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Cheque which did not integrate correctly from the cashbook to the general ledger) - Refer to note 36	-	(2 787)
Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - Sundry Income (Correction of income incorrectly allocated in 2012/2013) - Refer to note 36	-	15
Transferred from Statement of Financial Performance - Other income - Sundry Income to General Expenses - Fuel and Oil (Reclassification of vote 0453/4439/0000 as per GRAP standards) - Refer to note 36	-	(2 258)
Transferred from Statement of Financial Performance - Other Income - Sundry Income to Statement of Financial Performance - Rental of Facilities and Equipment (Reclassification of votes as per GRAP standards) - Refer to note 36	-	(162 621)
Transferred from Statement of Financial Performance - Other income - Sundry Income to Repairs and Maintenance (Correction of reclassification of vote 0000/0000/0000 as per GRAP standards) - Refer to note 36	-	2 787
LG Seta	69 128	81 147
Balance as previously reported	-	-
Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - LG Seta (Reclassification of vote 0201/1617/0000 in 2012/2013) - Refer to note 36	-	17 530
Transferred from Government Grants and Subsidies to Other Income - LG Seta (Correction of allocation of grant income incorrectly allocated for 2012/2013) - Refer to note 36	-	63 617
Total Other Income	**238 898**	**1 829 873**

Sundry income represents sundry income such as copies, tender deposits and reconnection fees.

		2014 R	2013 R
27	**EMPLOYEE RELATED COSTS**		
	Salaries and Wages	24 829 823	18 599 985
	Balance as previously reported	-	15 854 268
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	2 286 459
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Bargaining council payments incorrectly allocated) - Refer to note 36	-	(734)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Pension Fund payments incorrectly allocated) - Refer to note 36	-	292
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of UIF and SDL payments) - Refer to note 36	-	(730)
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of Pension and Medical aid payments) - Refer to note 36	-	1 752
	Transferred from Statement of Financial Performance - Employee related costs - Salaries and Wages to Statement of Financial Performance - Employee Related Costs - Long Service Awards (Correction of amount incorrectly disclosed) - Refer to note 36	-	254 852
	Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee related costs - Salaries and wages (Correction of benefits paid not recognised for 2012/2013) - Refer to note 36	-	(118 486)
	Transferred from Employee Costs - Salaries and Wages to Remuneration of Councillors(Correction of allocation of Remuneration of councillors for 2012/2013) - Refer to note 36	-	342 312
	Performance Bonus	181 693	-
	Bonus	1 552 813	1 253 378
	Balance as previously reported	-	1 254 852
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(49 809)
	Transferred from Statement of Financial Performance - Employee Related Costs - Annual Bonus to Current Employee Benefits - Bonus (Correction of 2012/2013 Bonus Accrual Movement) - Refer to note 36	-	48 334
	Contributions for UIF, pensions and medical aids	5 777 036	4 653 630
	Balance as previously reported	-	4 857 215
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(211 515)
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - UIF and pension funds (Correction of allocation of medical aid payments) - Refer to note 36	-	75 800
	Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Contributions to UIF (Correction of allocation of Pension and Medical aid payments) - Refer to note 36	-	54 554
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee related costs - Contributions uif, pensions and medical aids (Correction of benefits paid not recognised for 2012/2013) - Refer to note 36	-	(122 424)
	Group Life Insurance	-	-
	Housing Subsidy	94 598	86 778
	Balance as previously reported	-	154 800
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(68 022)
	Industrial Council Contributions	-	-
	Leave Reserve Fund	447 841	262 353
	Balance as previously reported	-	-
	Transferred from Employee Related Costs - Leave Reserve Fund to Current Employee Benefits - Staff Leave (Correction of 2012/2013 Staff Leave provision movement) - Refer to note 36	-	109 718
	Transferred from Employee Related Costs - Leave Reserve Fund to Employee Related Costs - (Reclassification of votes as per GRAP standards) - Refer to note 36	-	152 634
	Long service awards	-	-
	Balance as previously reported	-	254 852
	Transferred from Statement of Financial Performance - Employee related costs - Salaries and Wages to Statement of Financial Performance - Employee Related Costs - Long Service Awards (Correction of amount incorrectly disclosed) - Refer to note 36	-	(254 852)

	2014 R	2013 R
EMPLOYEE RELATED COSTS (continued)		
Overtime	1 930 304	1 672 278
Balance as previously reported	-	1 897 520
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(225 242)
Workmens Compensation	-	-
Post Employment Health	-	-
Skills development levy	-	-
Travel, motor car, telephone, assistance and other allowances	441 962	347 637
Balance as previously reported	-	355 415
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(7 778)
Other employee related costs	479 667	247 508
Balance as previously reported	-	2 113 830
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(1 713 688)
Transferred from Employee Related Costs - Leave Reserve Fund to Employee Related Costs - (Reclassification of votes as per GRAP standards) - Refer to note 36	-	(152 634)
Contribution to provision - Long Service Awards	164 518	139 055
Balance as previously reported	-	
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 36	-	139 055
Contribution to provision - Post Retirement Medical	693 470	497 360
Balance as previously reported	-	-
Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 36	-	497 360
Total Employee Related Costs	**36 593 725**	**27 759 961**

KEY MANAGEMENT PERSONNEL

The Municipal Manager is appointed on a fixed term contract.

REMUNERATION OF KEY MANAGEMENT PERSONNEL

Remuneration of the Municipal Manager - (MH Robertson)		
Annual Remuneration	925 534	854 600
Performance Bonuses	125 973	-
Car Allowance	-	-
Telephone allowance	2 000	-
Contributions to UIF, Medical and Pension Funds	1 860	1 829
Total	**1 055 368**	**856 429**
Remuneration of the Director Technical Services (Mr PA Nthoba)		
Annual Remuneration	724 084	606 650
Performance Bonus	55 720	-
Acting Allowance	-	13 831
Contributions to UIF, Medical and Pension Funds	103 000	130 764
Total	**882 784**	**751 245**
Remuneration of the Director Financial Services (Mr PA Wakelin)		
Annual Remuneration	873 654	753 369
Telephone allowance	2 000	-
Contributions to UIF, Medical and Pension Funds	1 785	1 829
Total	**877 439**	**755 198**

		2014 R	2013 R
28	**REMUNERATION OF COUNCILLORS**		
	Mayor	637 601	650 364
	Salary	614 534	588 704.10
	Backpay	89	6 560
	Advance	20 149	15 756
	Travel Allowance	-	37 515
	Phone Allowance	1 044	-
	UIF contributions	1 785	1 829.26
	Councillors	2 609 436	2 313 930
	Salary	2 171 396	1 703 991
	Backpay	7 931	50 682
	Advance	132 343	56 724
	Cellphone and Datacard Allowance	47 456	55 475
	Travel Allowance	40 295	270 454
	Pension and Provident Fund contributions	186 829	151 115
	Medical Aid contributions	23 187	19 480
	UIF contributions	-	6 010
	Total Councillors' Remuneration	**3 247 037**	**2 964 293**

In-kind Benefits

The Executive Mayor and all the committee members are full-time. The Mayor is provided with secretarial support and an office at the cost of the Council.

		2014 R	2013 R
29	**DEBT IMPAIRMENT**		
	Receivables from exchange transactions - Note 18	22 352 373	15 727 885
	Balance as previously reported	-	587 021
	Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 36	-	17 236 864
	Receivables from non-exchange transactions - Note 19	3 690 279	2 144 754
	Balance as previously reported	-	-
	Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 36	-	2 144 754
	Total Contribution to Debt Impairment	**26 042 653**	**17 872 638**

		2014 R	2013 R
30	**DEPRECIATION AND AMORTISATION**		
	Property Plant and Equipment	16 314 409	16 555 349
	Balance as previously reported	-	16 607 565
	Transferred from Statement of Financial Performance - Depreciation and Amortisation to Statement of Financial Performance - Repairs and Maintenance (Reclassification of vote 0427/3801/0000 as per GRAP standards in 2012/13) - Refer to note 36	-	(123 178)
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - Depreciation (Correction of contributed PPE not captured in 2012/2013 - depreciation charge for the year) - Refer to note 36	-	1 278
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - Depreciation and Amortisation (Removing Property, plant and equipment to restate with correct asset register in 2012/2013) - Refer to note 36	-	(16 460 713)
	Transferred from Statement of Financial Performance - Depreciation and Amortisation -Property, plant and equipment to Investment Property (Correction of reclassification of investment property and depreciation charge for 2012/2013) - Refer to note 36	-	(24 952)
	Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 36	-	14 300 718
	Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 36	-	1 133 860
	Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 36	-	1 120 771
	Investment Property	29 824	29 824
	Balance as previously reported	-	-
	Transferred from Statement of Financial Performance - Depreciation and Amortisation -Property, plant and equipment to Investment Property (Correction of reclassification of investment property and depreciation charge for 2012/2013) - Refer to note 36	-	24 952
	Transferred from Statement of Financial Performance - Depreciation and Amortisation - Investment Property to Investment Property (Correction of depreciation charge for 2012/2013) - Refer to note 36	-	4 872
	Intangible Assets	97 520	62 458
	Balance as previously reported	-	18 172
	Transferred from Statement of Financial Performance - Depreciation and Amortisation - Intangibles to to Intangible Assets (Correction of depreciation charge for 2012/2013) - Refer to note 36	-	44 286
	Capitalised Restoration Costs	158 285	163 878
	Balance as previously reported	-	-
	Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Depreciation (Recognising depreciation charge for 2012/2013) - Refer to note 36	-	154 195
	Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Impairment (Recognising impairment charge for 2012/2013) - Refer to note 36	-	9 683
		16 441 753	**16 647 631**

		2014 R	2013 R
31	**IMPAIRMENTS**		
	Property, plant and equipment	20 163	-
		20 163	-

		2014 R	2013 R
32	**FINANCE CHARGES**		
	Trade and Other payables	-	-
	Bank	-	-
	Borrowings	179 247	165 605
	Balance as previously reported	-	-
	Transferred from Statement of Financial Performance - Finance Charges - Finance lease Interest to Borrowings (Reclassification of Finance charges as per GRAP standards) - Refer to note 36	-	393 558
	Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 36	-	230
	Transferred from Statement of Financial Performance - Finance Charges to Interest earned outstanding debtors (Correction of journals 1000120 to 1000124 which were incorrectly posted) - Refer to note 36	-	(3 479)
	Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Statement of Financial Performance - Bulk Purchases - Water(Correction of allocation of eft 15001468) - Refer to note 36	-	(300 000)
	Transferred between Taxes - VAT Receivable to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 36	-	26 851
	Capitalised	-	-
	Actuarial Interest	802 763	575 610
	Balance as previously reported	-	-
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 36	-	479 825
	Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 36	-	95 785
	Finance lease Interest	145 431	192 610
	Balance as previously reported	-	393 558
	Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Finance Charges - Finance Leases (Recognising of Finance lease interest payments made for the period 2012/2013) - Refer to note 36	-	192 610
	Transferred from Statement of Financial Performance - Finance Charges - Finance lease Interest to Borrowings (Reclassification of Finance charges as per GRAP standards) - Refer to note 36		(393 558)
	Landfill site	172 537	155 821
	Balance as previously reported	-	-
	Transferred from Statement of Financial Performance - Finance charges - Landfill sites to Non-Current Provision (Recognition of unwinding interest for 2012/2013) - Refer to note 36	-	155 821
	Total finance charges	**1 299 978**	**1 089 646**

		2014 R	2013 R
33	**BULK PURCHASES**		
	Electricity	18 146 679	13 248 904
	Balance as previously reported	-	25 171 342
	Transferred from Accumulated Surplus to Bulk Purchases - Electricity (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(2 013 366)
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(9 024 534)
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(78 318)
	Transferred from Statement of Financial Performance - Bulk Purchases - Electricity to Service Charges Electricity (Correction of classification of vote 0463/0403/0000 as per GRAP standards) - Refer to note 36	-	(806 219)
	Water	6 323 129	5 453 005
	Balance as previously reported	-	5 734 062
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(281 057)
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(300 000)
	Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Statement of Financial Performance - Bulk Purchases - Water(Correction of allocation of eft 15001466) - Refer to note 36	-	300 000
	Total Bulk Purchases	**24 469 808**	**18 701 909**

		2014 R	2013 R
34	**GENERAL EXPENSES**		
	Advertising	217 984	58 452
	Balance as previously reported	-	58 911
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Advertising (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(459)
	Audit fees	1 646 005	1 646 062
	Balance as previously reported	-	-
	Transferred from Statement of Financial Performance - General Expenses - Other to Statement of Financial Performance - General Expenses - Audit Fees (Correction of classification of vote 0201/4405/0000 as per GRAP standards) - Refer to note 36	-	964 189
	Transferred between Taxes - VAT Receivable to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 36	-	681 873
	Bank charges	263 145	224 459
	Balance as previously reported	-	240 625
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Correction of stale bank charges cancelled 2012/2013) - Refer to note 36	-	(17 589)
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Bank Charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 36	-	1 423
	Cleaning	30 428	25 585
	Balance as previously reported	-	94 743
	Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(68 141)
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Cleaning (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(1 017)
	Conferences and delegations	4 458	389 228
	Balance as previously reported	-	403 957
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and delegations (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(6 100)
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and Delegations (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(8 629)

	2014 R	2013 R
GENERAL EXPENSES (continued)		
Consulting Fee	2 695 406	6 156 229
Balance as previously reported	-	6 213 336
Transferred from Statement of Financial Performance - General Expenses - Consulting Fee to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 36	-	(57 108)
Departmental Consumption	-	-
Balance as previously reported	-	31 182
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(10 274)
Transferred from Statement of Financial Performance - General Expenses - Departmental Consumption to Property Taxes - Residential, Commercial Property, State (Reclassification of vote as per GRAP standards) - Refer to note 36	-	(20 908)
Commission Paid	331 089	-
Entertainment	17 122	42 292
EPWP Expenditure	-	-
Balance as previously reported	-	942 602
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	1 049 368
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(216 900)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(8 000)
Transferred from Property, Plant and Equipment to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale cheques and eft's cancelled 2012/2013 against vote C431/N701/E001) - Refer to note 36	-	(206 340)
Transferred from Statement of Financial Performance - General Expenses - EPWP Expenditure to Statement of Financial Performance - Operating Grant Expenditure (Reclassification of vote 0401/4430/0000 as per GRAP standards) - Refer to note 36	-	(1 560 730)
Fuel and oil	2 723 830	1 998 978
Balance as previously reported	-	2 001 236
Transferred from Statement of Financial Performance - Other Income - Sundry Income to General Expenses - Fuel and Oil (Reclassification of vote 0453/4439/0000 as per GRAP standards) - Refer to note 36	-	(2 258)
Insurance	858 115	680 138
Balance as previously reported	-	744 071
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(1 499)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale bank charges cancelled 2012/2013) - Refer to note 36	-	(425)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(62 009)
Legal Expenses	95 380	269 251
Licence fees	7 688	58 099
Balance as previously reported	-	173 660
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(115 561)
Membership Fees	582 232	455 283
Balance as previously reported	-	405 283
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Membership Fees (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(400 000)
Transferred between Statement of Financial Performance - General Expenses - Membership Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of SALGA affiliation fees as per issued return) - Refer to note 36	-	450 000
Postage	232 342	238 984
Balance as previously reported	-	239 414
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Postage (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(430)
Printing and stationery	82 770	46 320
Protective Clothing	-	-
Pauper Funerals	-	-

	2014 R	2013 R
GENERAL EXPENSES (continued)		
Rental of Equipment	625 012	795 375
Balance as previously reported	-	1 130 353
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Rental of Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(3 990)
Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made for the period 2012/2013) - Refer to note 36	-	(138 378)
Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Finance Charges - Finance Leases (Recognising of Finance lease interest payments made for the period 2012/2013) - Refer to note 36	-	(192 610)
Sewerage treatment costs	78 531	78 650
Balance as previously reported	-	85 988
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(7 338)
Skills development levies	316 565	229 538
Balance as previously reported	-	291 077
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(61 539)
Stocks and material	407 064	1 254 841
Balance as previously reported	-	948 047
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	306 794
Subscribtion & publication	22 506	44 316
Balance as previously reported	-	23 616
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Subscription and Publication (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 36	-	20 700
Telephone cost	833 001	693 193
Balance as previously reported	-	694 757
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Telephone Cost (Correction of stale bank charges cancelled 2012/2013) - Refer to note 36	-	(1 564)
Training	490 073	293 083
Balance as previously reported	-	307 285
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(13 190)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(1 012)
Transport claims	-	-
Travel and subsistence - Local	2 099 686	4 255 292
Balance as previously reported	-	1 217 920
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	3 139 811
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(16 858)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and subsistence Local (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(69 180)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(7 816)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(369)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(8 216)
Uniforms & overalls	2 609	215 896
Valuation costs	-	-

	2014 R	2013 R
GENERAL EXPENSES (continued)		
Water and Sanitation	10 050	9 462
Balance as previously reported	-	152 328
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(3 697)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Water and Sanitation (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(865)
Transferred from Statement of Financial Performance - General Expenses - Water and Sanitation to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	-	(138 304)
Water	-	-
Other	2 713 578	1 785 596
Balance as previously reported	-	5 356 188
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	-	(1 801 628)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(8 216)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale efts cancelled 2012/2013) - Refer to note 36	-	(169 247)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	-	(13 500)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	-	(34 500)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses -Other (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 36	-	54 318
Transferred from Statement of Financial Performance - General Expenses - Other to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	-	(633 629)
Transferred from Statement of Financial Performance - General Expenses - Other to Statement of Financial Performance - General Expenses - Audit Fees (Correction of classification of vote 0201/4405/0000 as per GRAP standards) - Refer to note 36	-	(964 189)
	17 386 668	**21 944 601**

		2013 R
35	**CORRECTION OF ERROR IN TERMS OF GRAP 3**	
	The municipality utilised the Transitional Provisions in Directive 4, Issued by the Accounting Standards Board, in prior years. Information for the measurement of the applicable items for wich the Transitional Provisions were utilised was since obtained and now restated retrospectively. In addition certain errors were detected wich relates to prior years and were also restated retrospectivly. The effects of these restatements are listed below.	
35.01	**PAYABLES FROM EXCHANGE TRANSACTIONS**	
	Balance previously reported	**17 116 009**
	Transferred from Accumulated Surplus to Payables from Exchange Transactions (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	2 704 651
	Transferred from Payables from Exchange Transactions to Consumer Deposits (Reclassifcation of consumer deposits as it was incorrectly classified as Payables from Exchange Transactions) - Refer to note 35.11	(384 058)
	Transferred from Payables from Exchange Transactions Trade Payables to Sundry Creditors (Reclassifcation of sundry creditors as was previously classified as Trade Payables) - Refer to note 35.01	(19 025 244)
	Transferred from Payables from Exchange Transactions Trade Payables to Sundry Creditors (Reclassifcation of sundry creditors as was previously classified as Trade Payables) - Refer to note 35.01	19 025 244
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	47 424
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	(518 321)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	(5 888 128)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	2 931
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	28 006
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	(750)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	(2 706 095)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	(2 575 625)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	(40 081)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	162 713
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	156 324
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	865 221
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	7 000 000
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	(493)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.06	(57 567)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	(372 155)
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of cancelled EFT's) - Refer to note 35.06	(7 000 000)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.08	(153 597)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.02	(34 866)
	Transferred from Payables from Exchang Transactions - Sundry Creditors to Payables from Exchange Transactions - Sundry Creditors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	(17 319)
	Transferred from Payables from Exchang Transactions - Sundry Creditors to Payables from Exchange Transactions - Sundry Creditors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	17 319
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Bargaining council payments incorrectly allocated) - Refer to note 35.08	(6 668)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Bargaining council payments incorrectly allocated) - Refer to note 36	(734)
	Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.08	7 898

	2013 R
CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	
PAYABLES FROM EXCHANGE TRANSACTIONS (continued)	
Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.02	(35 433)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Pension Fund payments incorrectly allocated) - Refer to note 35.08	(1 021 463)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Pension Fund payments incorrectly allocated) - Refer to note 36	292
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation of traffic revenue incorrectly recognised against salary control) - Refer to note 35.08	58 950
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	1 460
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	7 764
Transferred between Receivables from Exchange Transactions - Other to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of direct deposit 16003035) - Refer to note 35.07	1 091
Transferred between Accumulated Surplus/(Deficit) to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity as at 1 July 2012) - Refer to note 35.19	29 217
Transferred between Statement of Financial Performance - Service Charges - Electricity to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity movement for 2012/2013) - Refer to note 36	137 985
Transferred between Statement of Financial Performance - General Expenses - Membership Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of SALGA affiliation fees as per issued return) - Refer to note 36	450 000
Transferred between Statement of Financial Performance - General Expenses - Audit Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 36	681 873
Transferred between Statement of Financial Performance - Finance Charges - Borrowings to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 36	26 851
Transferred between Taxes - VAT Receivable to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.2	95 462
Transferred between Receivables from Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.07	1 330 155
Transferred between Receivables from Non-Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.08	478 599
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote 9401/9401/9403 as per GRAP standards) - Refer to note 35.08	2 235 143
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote as per GRAP standards) - Refer to note 35.08	3 024 226
	15 854 211

35.02 TAXES	2013 R
Balance previously reported	**10 514 953**
Transferred from Accumulated Surplus to Taxes (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(205)
Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.08	499 843
Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 35.06	7 604
Transferred from Property, Plant and Equipment to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.03	(499 843)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	(34 866)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Taxes - VAT Receivable (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	(35 433)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Taxes - VAT receivable (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 35.08	(5 741)
Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	(246 350)
Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	(54 645)
Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	10 385
Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	22 586
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.07	6 332 193
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.07	2 096 000
Transferred between Taxes - VAT Receivable to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.01	95 462
Transferred between Taxes - VAT Receivable to Accumulated Surplus/(Deficit) (Correction of capturing of VAT 201 penalty and interest charges for 2011/12) - Refer to note 35.19	(78 143)
Transferred between Taxes - VAT Receivable to Statement of Financial Performance - Finance charges - Borrowings (Correction of capturing of VAT 201 penalties and interest charges for 2012/13) - Refer to note 36	(48 445)
	18 575 357

		2013 R
	CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	
35.03	PROPERTY, PLANT AND EQUIPMENT	
	Balance previously reported	**549 661 105**
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	(300)
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	(900)
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	(2 450)
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	(170 100)
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	(4 276 487)
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, plant and Equipment (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.06	3 570 304
	Transferred from Property, Plant and Equipment to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.02	499 843
	Transferred from Property, Plant and Equipment to Accumulated Surplus/(Deficit) (Correction of stale cheques and eft's cancelled 2011/2012 against vote C431/N701/E001) - Refer to note 35.19	169 275
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale cheques and eft's cancelled 2012/2013 against vote C431/N701/E001) - Refer to note 36	206 340
	Transferred from Property, Plant and Equipment to Accumulated Surplus/(Deficit) (Correction of stale eft's cancelled 2011/2012 against C431/N701/E001) - Refer to note 35.19	2 025
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - Contributed PPE (Correction of contributed PPE not captured in 2012/2013) - Refer to note 36	16 667
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - Depreciation (Correction of contributed PPE not captured in 2012/2013 - depreciation charge for the year) - Refer to note 36	(1 278)
	Transferred from Property, Plant and Equipment - Finance Lease Assets to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease asset as at 1 July 2012) - Refer to note 35.09	708 177
	Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	(88 825)
	Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.04	(831 100)
	Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.04	187 140
	Transferred from Property, Plant and Equipment to Investment Property (Depreciation charge for the 2012/2013 financial year) - Refer to note 35.04	24 952
	Transferred from Property, Plant and Equipment to Accumulated Surplus/(Deficit) (Removing Property, plant and equipment to restate with correct asset register in 2012/2013) - Refer to note 35.19	(540 090 676)
	Transferred from Property, Plant and Equipment to Statement of Financial Performance - Depreciation and Amortisation (Removing Property, plant and equipment to restate with correct asset register in 2012/2013) - Refer to note 36	16 460 713
	Transferred from Accumulated Surplus/(Deficit) to Property, plant and Equipment (Restating opening balance cost as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.19	718 322 827
	Transferred from Accumulated Surplus/(Deficit) to Property, plant and Equipment (Restating opening balance additions as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.19	22 720 317
	Transferred from Accumulated Surplus/(Deficit) to Property, plant and Equipment (Restating opening balance accumulated depreciation as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.19	(194 446 424)
	Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 36	(14 300 718)
	Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 36	(1 133 860)
	Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 36	(1 120 771)
	Transferred from Accumulated Surplus/(Deficit) to to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 35.19	(24 952)
		556 060 845

		2013 R
35.04	**INVESTMENT PROPERTY**	
	Balance previously reported	-
	Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.03	831 100
	Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.03	(187 140)
	Transferred from Property, Plant and Equipment to Investment Property (Depreciation charge for the 2012/2013 financial year) - Refer to note 35.03	(24 952)
	Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.19	(19 488)
	Transferred from Statement of Financial Performance - Depreciation and Amortisation - Investment Property to Investment Property (Correction of depreciation charge for 2012/2013) - Refer to note 36	(4 872)
		594 648
35.05	**INTANGIBLE ASSETS**	
	Balance previously reported	**50 115**
	Transferred from Accumulated Surplus to Intangible Assets (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(15 194)
	Transferred from Accumulated Surplus/(Deficit) to Intangible Assets (Restating opening balance additions as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.19	261 534
	Transferred from Statement of Financial Performance - Depreciation and Amortisation - Intangibles to to Intangible Assets (Correction of depreciation charge for 2012/2013) - Refer to note 36	(44 286)
		252 169
35.06	**CASH AND CASH EQUIVALENTS**	
	Balance previously reported	**6 529 779**
	Transferred from Cash and Cash Equivalents to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(2 158)
	Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	6 161 952
	Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	1 822 971
	Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(18 822)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Call Investment Deposits (Reclassification of Call investment deposits previously classified as Primary bank account) - Refer to note 35.06	6 288 008
	Transferred from Cash and Cash Equivalents Primary Bank Account to Call Investment Deposits (Reclassification of Call investment deposits previously classified as Primary bank account) - Refer to note 35.06	(6 288 008)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Cash Floats (Reclassification of Cash Floats previously classified as Primary bank account) - Refer to note 35.06	156 695
	Transferred from Cash and Cash Equivalents Primary Bank Account to Cash Floats (Reclassification of Cash Floats previously classified as Primary bank account) - Refer to note 35.06	(156 695)
	Transferred from Cash and Cash Equivalents Primary Bank Account to Receivables from Non-Exchange Transactions - Sundry Debtors (Reclassification of Cash suspense previously classified as Primary bank account) - Refer to note 35.08	(3 119 614)
	Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.19	519 339
	Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.03	300
	Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.01	47 424
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.08	1 164
	Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Primary Bank (Correction of stale cheque 11009454 cancelled 2011/2012) - Refer to note 35.06	2 000
	Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Primary Bank (Correction of stale cheque 11009454 cancelled 2011/2012) - Refer to note 35.06	(2 000)
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.08	19 750
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	16 858
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	5 074
	Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	2 898
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	2 428
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	8 216
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and delegations (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	6 100
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	1 499
	Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Rental of Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	3 990

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
CASH AND CASH EQUIVALENTS (continued)	
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.08	(3 466 079)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.01	(518 321)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.19	(1 520)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.08	(4 721 591)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from exchange transacations - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.01	(5 888 128)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges Electricity (Correction of stale deposits cancelled 2012/2013) - Refer to note 36	(190 346)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Correction of stale bank charges cancelled 2012/2013) - Refer to note 36	17 589
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Telephone Cost (Correction of stale bank charges cancelled 2012/2013) - Refer to note 36	1 564
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale bank charges cancelled 2012/2013) - Refer to note 36	425
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Interest on External Investments (Correction of stale interest charges cancelled 2012/2013) - Refer to note 36	16 204
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale efts cancelled 2011/2012) - Refer to note 35.08	5 759
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale efts cancelled 2011/2012) - Refer to note 35.19	833 733
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale efts cancelled 2012/2013) - Refer to note 36	9 024 534
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale efts cancelled 2012/2013) - Refer to note 36	169 247
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Travel and subsistence Local (Correction of stale efts cancelled 2012/2013) - Refer to note 36	69 180
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale efts cancelled 2012/2013) - Refer to note 36	31 067
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale efts cancelled 2012/2013) - Refer to note 36	13 190
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and Delegations (Correction of stale efts cancelled 2012/2013) - Refer to note 36	8 629
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 36	216 900
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale efts cancelled 2012/2013) - Refer to note 36	281 057
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Contracted Services (Correction of stale efts cancelled 2012/2013) - Refer to note 36	41 480
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Membership Fees (Correction of stale efts cancelled 2012/2013) - Refer to note 36	400 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Advertising (Correction of stale efts cancelled 2012/2013) - Refer to note 36	459
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale efts cancelled 2012/2013) - Refer to note 36	62 009
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Repairs and Maintenance (Correction of stale efts cancelled 2012/2013) - Refer to note 36	20 828
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 36	12 922
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale cheques cancelled 2011/2012) - Refer to note	148 648
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	2 000
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and Cash Equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	(2 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	1 929
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	2 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	7 816
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	13 500
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.03	900
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	4 000
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	(4 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.01	2 931
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	2 000

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
CASH AND CASH EQUIVALENTS (continued)	
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	(2 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.01	28 006
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	10 000
Transferred from Cash and Cash Equivalents - Primary Bank to Cash and cash equivalents - Cash Floats (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	(10 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	9 680
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.03	2 450
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	2 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 36	369
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.01	(750)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.08	(1 779 390)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.01	(2 706 095)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.19	(4 960)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.08	(1 406 863)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.01	(2 575 625)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.01	(40 081)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale bank charges cancelled 2011/2012) - Refer to note 35.19	83
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.19	176 098
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.08	8 742
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	8 216
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	34 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	300 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Postage (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	430
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	78 318
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Cleaning (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	1 017
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	1 012
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	8 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Water and Sanitation (Correction of stale eft's cancelled 2012/2013) - Refer to note 36	865
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.01	162 713
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.03	170 100
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.01	156 324
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.08	174 034
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.01	865 221
Transferred from Cash and Cash Equivalents - Primary Bank to Property, Plant and Equipment (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.03	4 276 487
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.08	1 059 858
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.01	7 000 000
Transferred from Cash and Cash Equivalents - Primary Bank to Long Term Liabilities - Annuity Loans (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.09	43 198
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.19	(158 423)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 36	(4 047)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
CASH AND CASH EQUIVALENTS (continued)	
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges - Sewerage (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 36	(818)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.01	(493)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.01	(57 567)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.08	(3 583 127)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.01	(372 155)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale other items cancelled 2011/2012) - Refer to note 35.19	456
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2011/2012) - Refer to note 35.08	26 648
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2012/2013) - Refer to note 35.08	13 174
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of cancelled EFT's) - Refer to note 35.01	(7 000 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Property, plant and Equipment (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.03	(3 570 304)
Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Correction of allocation of cancelled EFT 15001367 and EFT 15001608) - Refer to note 35.02	(499 843)
Transferred from Cash and Cash Equivalents Call Investment Deposits to Statement of Financial Performance - Interest earned - External investments (Correction of Investment interest earned 2012/2013) - Refer to note 36	18 821
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses -Other (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 36	(54 318)
Transferred from Cash and Cash Equivalents - Primary Bank to Taxes - Vat Receivable (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 35.02	(7 604)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	2 378
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	102 588
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Trade Payables (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.01	1 460
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Jnl captured which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	(2 000 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Cheque which did not integrate correctly from the cashbook to the general ledger) - Refer to note 36	(2 787)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	24 214
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Bank Charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 36	(1 423)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Subscription and Publication (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 36	(20 700)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Journal which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	(1 536)
Transferred from Cash and Cash Equivalents - Primary Bank to Payables from Exchange Transactions - Sundry Creditors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.01	7 764
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	15 980
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Other charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	(2 275)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.08	(2 158)
Transferred from Cash and Cash Equivalents - Cash Floats to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.08	(2 000)
	(2 445 975)

35.07 RECEIVABLES FROM EXCHANGE TRANSACTIONS

Balance previously reported	**125 172 094**
Transferred between Receivables from Exchange Transactions - Electricity to Water (Reclassification of vote 9100/9150/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	42 900 080
Transferred between Receivables from Exchange Transactions - Electricity to Water (Reclassification of vote 9100/9150/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(42 900 080)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9115/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	124 466
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9115/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(124 466)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9119/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	61 365
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9119/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(61 365)
Transferred between Receivables from Exchange Transactions - Electricity to Refuse (Reclassification of vote 9100/9103/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	20 455 030
Transferred between Receivables from Exchange Transactions - Electricity to Refuse (Reclassification of vote 9100/9103/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(20 455 030)
Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9104/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	7 039 996
Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9104/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(7 039 996)
Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9108/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	358 678
Transferred between Receivables from Exchange Transactions - Electricity to Sewerage (Reclassification of vote 9100/9108/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(358 678)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9116/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	8 812 383
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9116/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(8 812 383)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
RECEIVABLES FROM EXCHANGE TRANSACTIONS (continued)	
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9117/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	12 118 077
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9117/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(12 118 077)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9114/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(894 508)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9114/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	894 508
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9107/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	14 890 243
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9107/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(14 890 243)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9106/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(1 091)
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9106/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	1 091
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9112/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	732 293
Transferred between Receivables from Exchange Transactions - Electricity to Other (Reclassification of vote 9100/9112/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.07	(732 293)
Transferred from Receivables from Exchange Transactions - Electricity to Long-Term Receivables (Reclassification of vote 9100/9119/9101 as was previously incorrectly classified) - Refer to note 35.12	(9 500)
Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.07	6 924 790
Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.07	(6 924 790)
Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.08	(2 092)
Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Sundry Debtors (Reclassification of Exchange and Non-Exchange incorrectly classified in 2013) - Refer to note 35.08	7 201 552
Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Water (Correction of Pre-paid electricity Integration instead of Pre-paid water for vote 9100/9113/9101) - Refer to note 35.07	(513)
Transferred from Receivables from exchange transactions - Electricity to Receivables from Exchange transactions - Water (Correction of Pre-paid electricity Integration instead of Pre-paid water for vote 9100/9113/9101) - Refer to note 35.07	513
Transferred between Receivables from Exchange Transactions - Other to Payables from Exchange Transactions - Sundry Creditors (Correction of allocation of direct deposit 16003035) - Refer to note 35.01	1 091
Transferred between Receivables from Exchange Transactions - Other to Accumulated Surplus/(Deficit) (Correction of opening balance of vote 9100/9118/9101 as at 1 July 2012) - Refer to note 35.19	(732 293)
Transferred between Receivables from Exchange Transactions - Other to Accumulated Surplus/(Deficit) (Correction of opening balance vote 9100/9115/9101 as at 1 July 2012) - Refer to note 35.19	(3 553)
Transferred from Receivables from exchange transactions - Electricity to Accumulated Surplus/(Deficit) (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.19	1 759 642
Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.02	246 350
Transferred from Receivables from exchange transactions - Water to Accumulated Surplus/(Deficit) (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.19	390 321
Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.02	54 645
Transferred from Receivables from exchange transactions - Electricity to Statement of Financial Performance - Service Charges - Electricity (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 36	(74 181)
Transferred from Receivables from exchange transactions - Electricity to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.02	(10 385)
Transferred from Receivables from exchange transactions - Water to Statement of Financial Performance - Service Charges - Water (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 36	(161 327)
Transferred from Receivables from exchange transactions - Water to Taxes - VAT receivable (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.02	(22 586)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
RECEIVABLES FROM EXCHANGE TRANSACTIONS (continued)	
Transferred from Receivables from exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.19	(51 985 309)
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.02	(6 332 193)
Transferred from Receivables from exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 36	(15 140 864)
Transferred from Receivables from exchange transactions - Provision for bad debts to Taxes (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.02	(2 096 000)
Transferred between Receivables from Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.01	1 330 155
	59 585 567

35.08 RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

Balance previously reported	**35 395 248**
Transferred from Accumulated Surplus to Receivables from Non-Exchange Transactions (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(3 470 794)
Transferred from Cash and Cash Equivalents Primary Bank Account to Receivables from Non-Exchange Transactions - Sundry Debtors (Reclassification of Cash suspense previously classified as Primary bank account) - Refer to note 35.06	3 119 614
Transferred between Receivables from Non-Exchange Transactions - Sundry Debtors to Rates (Reclassification of vote 9100/9101/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.08	19 148 755
Transferred between Receivables from Non-Exchange Transactions - Sundry Debtors to Rates (Reclassification of vote 9100/9101/9101 in 2013 as was previously incorrectly classified) - Refer to note 35.08	(19 148 755)
Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Less: Allowance for Doubtful Debts (Reclassification of Provision for bad debts incorrectly classified in 2013) - Refer to note 35.07	2 092
Transferred from Receivables from exchange transactions - Electricity to Receivables from Non-Exchange transactions - Sundry Debtors (Reclassification of Exchange and Non-Exchange incorrectly classified in 2013) - Refer to note 35.07	(7 201 552)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	(1 164)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	(19 750)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	(2 898)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	3 466 079
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from non-exchange - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	4 721 591
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-exchange Transactions - Sundry Debtors (Correction of stale efts cancelled 2011/2012) - Refer to note 35.06	(5 759)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	(9 680)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	(2 000)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	1 779 390
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	1 406 863
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	(8 742)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	(174 034)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	(1 059 858)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.06	3 583 127
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2011/2012) - Refer to note 35.06	(26 648)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of stale other items cancelled 2012/2013) - Refer to note 35.06	(13 174)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS (continued)	
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	(153 597)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Bargaining council payments incorrectly allocated) - Refer to note 35.01	(6 668)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of EMP 201 payments incorrectly allocated) - Refer to note 35.01	7 898
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between votes 9501/9511/0000 and vote 9501/9514/0000) - Refer to note 35.08	165 323
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between votes 9501/9511/0000 and vote 9501/9514/0000) - Refer to note 35.08	(165 323)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of Pension Fund payments incorrectly allocated) - Refer to note 35.01	(1 021 463)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote9501/9512/0000) - Refer to note 35.08	1 512 491
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote9501/9512/0000) - Refer to note 35.08	(1 512 491)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - UIF and pension funds (Correction of allocation of medical aid payments) - Refer to note 36	(75 800)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote 9201/9290/9299) - Refer to note 35.08	1 193 286
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation between vote 9501/9511/0000 and vote 9201/9290/9299) - Refer to note 35.08	(1 193 286)
Transferred from Payables from Exchange Transactions - Sundry Creditors to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of allocation of traffic revenue incorrectly recognised against salary control) - Refer to note 35.01	58 950
Transferred from Statement of Financial Performance - Other Income - Sundry Income to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of commission incorrectly reversed) - Refer to note 36	13 968
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of UIF and SDL payments) - Refer to note 36	730
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of Pension and Medical aid payments) - Refer to note 36	(1 752)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Contributions to UIF (Correction of allocation of Pension and Medical aid payments) - Refer to note 36	(54 554)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Direct deposits which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(2 378)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(102 588)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Jnl captured which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	2 000 000
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(24 214)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Reversal of Journal which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	1 536
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Deposit which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(15 980)
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (Other charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	2 275
Transferred from Cash and Cash Equivalents - Primary Bank to Receivables from Non-Exchange Transactions - Sundry Debtors (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	2 158
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income received as per bank statements for 2012/2013) - Refer to note 35.1	(720 000)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Government Grants and Subsidies (Correction of journal SEBJ010 INEP grant income incorrectly recorded for 2012/2013) - Refer to note 36	1 360 000
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of journal SEBJ010 2012/2013) - Refer to note 35.1	(2 524 226)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS (continued)	
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of Eskom Grant income incorrectly recognised for 2012/2013) - Refer to note 35.1	(3 140 000)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Rental of Facilities and Equipment (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 36	41 007
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Taxes - VAT receivable (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 35.02	5 741
Transferred from Cash and Cash Equivalents - Cash Floats to Receivables from Non-Exchange Transactions - Rates (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	2 000
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts opening balance as at 1 July 2012) - Refer to note 35.19	(5 003 924)
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 36	(2 144 754)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (FBDM) (Correction of allocation of income received) - Refer to note 35.1	316 965
Transferred between Receivables from Non-Exchange Transactions - Debtors with credit balances to Payables from exchange transactions - Payments received in advance (Disclosure correction of debtors with credit balances as in 2012/2013) - Refer to note 35.01	478 599
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote 9401/9401/9403 as per GRAP standards) - Refer to note 35.01	2 235 143
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Payables from exchange Transactions - Sundry creditors (Correction of classification of vote as per GRAP standards) - Refer to note 35.01	3 024 226
	36 037 251

35.09 LONG-TERM LIBIALITIES

Balance previously reported	**1 657 931**
Transferred from Accumulated Surplus to Long-term liabilities (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	82 465
Transferred from Cash and Cash Equivalents - Primary Bank to Long Term Liabilities - Annuity Loans (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	43 198
Transferred from Property, Plant and Equipment - Finance Lease Assets to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease asset as at 1 July 2012) - Refer to note 35.03	708 177
Transferred from Accumulated Surplus/(Deficit)to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made prior to 1 July 2012) - Refer to note 35.19	(187 968)
Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made for the period 2012/2013) - Refer to note 36	(138 378)
Transferred from Accumulated Surplus to Long-term liabilities (Correction of opening balance as at 1 July 2012) - Refer to note 35.19	13 679
Transferred from Statement of Financial Performance - General Expenses - Consulting Fee to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 36	(57 108)
Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 36	230
	2 122 228

35.1 UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS

Balance previously reported	**2 524 226**
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (FMG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	1 500 000
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (MIG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(16 183 037)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (MSIG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	800 000
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (EPWP) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(1 008 942)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Department of Housing) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	4 161 319
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Eskom) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	3 140 000
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (FBDM) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(263 946)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Department of Minerals and Energy) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	3 360 000

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS (continued)	
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Provincial Local Government) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(53 705)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MIG grant income recognised as per expenditure for 2012/2013) - Refer to note 36	4 799 567
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MSIG grant income recognised as per expenditure for 2012/2013) - Refer to note 36	(746 504)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of FMG grant income recognised as per expenditure for 2012/2013) - Refer to note 36	(1 419 856)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income recognised as per expenditure for 2012/2013) - Refer to note 36	(998 431)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income received as per bank statements for 2012/2013) - Refer to note 35.08	(720 000)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of journal SEBJ010 2012/2013) - Refer to note 35.08	(2 524 226)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	105 796
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	342 416
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	53 705
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (Reversal of Eskom Grant income incorrectly recognised for 2012/2013) - Refer to note 35.08	(3 140 000)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	(5 124 348)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	(1 719 512)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	(85)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	(4 066 381)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Unspent Conditional Government Grants and Receipts (FBDM) (Correction of allocation of income received) - Refer to note 35.08	316 965
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income FBDM incorrectly recognised as per expenditure for 2012/2013) - Refer to note 36	(325 453)
	(17 190 433)

35.11 CONSUMER DEPOSITS

Balance previously reported	-
Transferred from Payables from Exchange Transactions to Consumer Deposits (Reclassifcation of consumer deposits as it was incorrectly classified as Payables from Exchange Transactions) - Refer to note 35.01	384 058
	384 058

35.12 LONG-TERM RECEIVABLES

Balance previously reported	-
Transferred from Receivables from Exchange Transactions - Electricity to Long-Term Receivables (Reclassification of vote 9100/9119/9101 as was previously incorrectly classified) - Refer to note 35.07	9 500
	9 500

35.13 RESERVES

Balance previously reported	**667 330 514**
	(667 330 514)
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6111/6101 as was previously incorrectly classified) - Refer to note 35.19	(116 004 122)
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6111/6125 as was previously incorrectly classified) - Refer to note 35.19	1
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6111/6135 as was previously incorrectly classified) - Refer to note 35.19	(16 374 462)
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6101/6101 as was previously incorrectly classified) - Refer to note 35.19	(521 922 621)
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6107/6101 as was previously incorrectly classified) - Refer to note 35.19	(13 029 311)
	-

	CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
35.14	**EMPLOYEE BENEFITS**	
	Balance previously reported	-
	Transferred from Accumulated Surplus to Non-Current Employee Benefits - Post Retirement Benefits (Correction of opening balance of Provision as at 1 July 2012) - Refer to note 35.19	6 294 815
	Transferred from Accumulated Surplus to Non-Current Employee Benefits - Long Service Awards (Correction of opening balance of Provision as at 1 July 2012) - Refer to note 35.19	1 435 451
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 36	497 360
	Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 36	139 055
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 36	479 825
	Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 36	95 785
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee related costs - Contributions uif, pensions and medical aids (Correction of benefits paid not recognised for 2012/2013) - Refer to note 36	(122 424)
	Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee related costs - Salaries and wages (Correction of benefits paid not recognised for 2012/2013) - Refer to note 36	(118 486)
	Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Actuarial Losses (Correction of actuarial loss not recognised for 2012/2013) - Refer to note 36	1 461 223
	Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Actuarial Losses (Correction of actuarial loss not recognised for 2012/2013) - Refer to note 36	109 972
	Transferred from Employee Costs - Post Retirement Benefits to Current Employee Benefits - Current portion of Post Retirement Medical Benefits (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.16	(131 084)
	Transferred from Employee Costs - Long Service Awards to Current Employee Benefits - Current portion of Long Service Awards (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.16	(190 868)
		9 950 644
35.15	**OPERATING LEASE ARRANGEMENTS**	
	Balance previously reported	-
	Transferred between Operating Lease Arrangements and Accumulated Surplus/(Deficit) (Recognition of operating lease asset opening balance as at 1 July 2012 previously not recognised) - Refer to note 35.19	6 407
	Transferred between Operating Lease Arrangements and Statement of Financial Performance - Rental of Facilities and Equipment (Recognition of operating lease asset movement for 2012/2013) - Refer to note 36	1 702
		8 109
35.16	**CURRENT EMPLOYEE BENEFITS**	
	Balance previously reported	-
	Transferred from Employee Costs - Post Retirement Benefits to Current Employee Benefits - Current portion of Post Retirement Medical Benefits (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.14	131 084
	Transferred from Employee Costs - Long Service Awards to Current Employee Benefits - Current portion of Long Service Awards (Correction of short term portion not recognised for 2012/2013) - Refer to note 35.14	190 868
	Transferred from Accumulated Surplus/(Deficit) to Current Employee Benefits - Bonus (Correction of opening balance of bonus accrual as at 1 July 2012 not recognised) - Refer to note 35.19	743 601
	Transferred from Statement of Financial Performance - Employee Related Costs - Annual Bonus to Current Employee Benefits - Bonus (Correction of 2012/2013 Bonus Accrual Movement) - Refer to note 36	48 334
	Transferred from Accumulated Surplus/(Deficit) to Current Employee Benefits - Staff Leave (Correction of opening balance of leave provision as at 1 July 2012 not recognised) - Refer to note 35.19	2 658 091
	Transferred from Employee Related Costs - Leave Reserve Fund to Current Employee Benefits - Staff Leave (Correction of 2012/2013 Staff Leave provision movement) - Refer to note 36	109 718
		3 881 677
35.17	**NON-CURRENT PROVISIONS**	
	Balance previously reported	-
	Transferred from Capitalised Restoration Cost to Non-Current Provision (First time recognition of Capitalised Restoration Cost - At Cost) - Refer to note 35.18	2 135 408
	Transferred from Accumulated Surplus/(Deficit) to Non-Current Provision (Recognition of unwinding interest prior to 1 July 2012) - Refer to note 35.19	1 307 375
	Transferred from Statement of Financial Performance - Finance charges - Landfill sites to Non-Current Provision (Recognition of unwinding interest for 2012/2013) - Refer to note 36	155 821
	Transferred from Capitalised Restoration Cost to Non-Current Provision (2013 Additions recognition of Capitalised Restoration Cost for 2013) - Refer to note 35.18	65 995
		3 664 599

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
35.18 CAPITALISED RESTORATION COST	
Balance previously reported	-
Transferred from Capitalised Restoration Cost to Non-Current Provision (First time recognition of Capitalised Restoration Cost - At Cost) - Refer to note 35.17	2 135 408
Transferred from Accumulated Surplus/(Deficit) to Capitalised Restoration Cost - Accumulated Depreciation (First time recognition of Capitalised Restoration Cost - Accumulated Depreciation until 1 July 2012) - Refer to note 35.19	(523 499)
Transferred from Accumulated Surplus/(Deficit) to Capitalised Restoration Cost - Accumulated Impairment (First time recognition of Capitalised Restoration Cost - Accumulated Impairment until 1 July 2012) - Refer to note 35.19	(131 031)
Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Depreciation (Recognising depreciation charge for 2012/2013) - Refer to note 36	(154 195)
Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Impairment (Recognising impairment charge for 2012/2013) - Refer to note 36	(9 683)
Transferred from Capitalised Restoration Cost to Non-Current Provision (2013 Additions recognition of Capitalised Restoration Cost for 2013) - Refer to note 35.17	65 995
	1 382 995
35.19 ACCUMULATED SURPLUS/(DEFICIT)	
Balance previously reported	- **607 142 761**
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6111/6101 as was previously incorrectly classified) - Refer to note 35.13	116 004 122
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6111/6125 as was previously incorrectly classified) - Refer to note 35.13	(1)
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6111/6135 as was previously incorrectly classified) - Refer to note 35.13	16 374 462
Transferred from Accumulated Surplus to Long-term liabilities (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.09	(82 465)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (FMG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	(1 500 000)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (MIG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	16 183 037
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (MSIG) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	(800 000)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (EPWP) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	1 008 942
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Department of Housing) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	(4 161 319)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Eskom) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	(3 140 000)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (FBDM) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	263 946
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Department of Minerals and Energy) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	(3 360 000)
Transferred from Accumulated Surplus to Unspent Conditional Government Grants and Receipts (Provincial Local Government) (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.1	53 705
Transferred from Accumulated Surplus to Intangible Assets (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.05	(15 194)
Transferred from Accumulated Surplus to Service charges (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(30 279)
Transferred from Accumulated Surplus to Taxes (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.02	(205)
Transferred from Accumulated Surplus to Government Grants and Subsidies (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(10 402 176)
Transferred from Accumulated Surplus to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	4 119 566
Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	6 161 952
Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	1 822 971

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued) ACCUMULATED SURPLUS/(DEFICIT) (continued)	2013 R
Transferred from Accumulated Surplus to Cash and Cash Equivalents (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	(18 822)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	2 521 311
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(211 515)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(7 778)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(68 022)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(225 242)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(49 809)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(254 852)
Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(1 713 688)
Transferred from Accumulated Surplus to Repairs and Maintenance Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(23 516)
Transferred from Accumulated Surplus to Bulk Purchases - Electricity (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(2 013 366)
Transferred from Accumulated Surplus to Operating Grant Expenditure (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(309 530)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(68 141)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(10 274)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	1 049 368
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(115 561)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(7 338)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(61 539)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	306 794
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	3 139 811
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(3 697)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 36	(1 801 628)
Transferred from Accumulated Surplus to Payables from Exchange Transactions (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.01	(2 704 651)
Transferred from Accumulated Surplus to Receivables from Non-Exchange Transactions (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.08	(3 470 794)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	519 339
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	(1 520)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale efts cancelled 2011/2012) - Refer to note 35.06	833 733
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale cheques cancelled 2011/2012) - Refer to note 35.06	148 648
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale deposits cancelled 2011/2012) - Refer to note 35.06	(4 960)
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale bank charges cancelled 2011/2012) - Refer to note 35.06	83
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale eft's cancelled 2011/2012) - Refer to note 35.06	176 098
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale direct deposits cancelled 2011/2012) - Refer to note 35.06	(158 423)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued) ACCUMULATED SURPLUS/(DEFICIT) (continued)	2013 R
Transferred from Cash and Cash Equivalents - Primary Bank to Accumulated Surplus/(Deficit) (Correction of stale other items cancelled 2011/2012) - Refer to note 35.06	456
Transferred from Property, Plant and Equipment to Accumulated Surplus/(Deficit) (Correction of stale cheques and eft's cancelled 2011/2012 against vote C431/N701/E001) - Refer to note 35.03	169 275
Transferred from Property, Plant and Equipment to Accumulated Surplus/(Deficit) (Correction of stale eft's cancelled 2011/2012 against C431/N701/E001) - Refer to note 35.03	2 025
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6101/6101 as was previously incorrectly classified) - Refer to note 35.13	521 922 621
Transferred from Reserves to Accumulated Surplus/(Deficit) (Reclassification of vote 6101/6107/6101 as was previously incorrectly classified) - Refer to note 35.13	13 029 311
Transferred from Accumulated Surplus to Non-Current Employee Benefits - Post Retirement Benefits (Correction of opening balance of Provision as at 1 July 2012) - Refer to note 35.14	(6 294 815)
Transferred from Accumulated Surplus to Non-Current Employee Benefits - Long Service Awards (Correction of opening balance of Provision as at 1 July 2012) - Refer to note 35.14	(1 435 451)
Transferred from Accumulated Surplus/(Deficit) to Non-Current Provision (Recognition of unwinding interest prior to 1 July 2012) - Refer to note 35.17	(1 307 375)
Transferred from Accumulated Surplus/(Deficit) to Capitalised Restoration Cost - Accumulated Depreciation (First time recognition of Capitalised Restoration Cost - Accumulated Depreciation until 1 July 2012) - Refer to note 35.18	(523 499)
Transferred from Accumulated Surplus/(Deficit) to Capitalised Restoration Cost - Accumulated Impairment (First time recognition of Capitalised Restoration Cost - Accumulated Impairment until 1 July 2012) - Refer to note 35.18	(131 031)
Transferred from Accumulated Surplus/(Deficit)to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made prior to 1 July 2012) - Refer to note 35.09	187 968
Transferred from Accumulated Surplus/(Deficit) to Current Employee Benefits - Bonus (Correction of opening balance of bonus accrual as at 1 July 2012 not recognised) - Refer to note 35.16	(743 601)
Transferred from Accumulated Surplus/(Deficit) to Current Employee Benefits - Staff Leave (Correction of opening balance of leave provision as at 1 July 2012 not recognised) - Refer to note 35.16	(2 658 091)
Transferred between Operating Lease Arrangements and Accumulated Surplus/(Deficit) (Recognition of operating lease asset opening balance as at 1 July 2012 previously not recognised) - Refer to note 35.15	6 407
Transferred from Accumulated Surplus to Long-term liabilities (Correction of opening balance as at 1 July 2012) - Refer to note 35.09	(13 679)
Transferred between Receivables from Exchange Transactions - Other to Accumulated Surplus/(Deficit) (Correction of opening balance of vote 9100/9118/9101 as at 1 July 2012) - Refer to note 35.07	(732 293)
Transferred between Receivables from Exchange Transactions - Other to Accumulated Surplus/(Deficit) (Correction of opening balance vote 9100/9115/9101 as at 1 July 2012) - Refer to note 35.07	(3 553)
Transferred between Accumulated Surplus/(Deficit) to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity as at 1 July 2012) - Refer to note 35.01	(29 217)
Transferred from Receivables from exchange transactions - Electricity to Accumulated Surplus/(Deficit) (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	1 759 642
Transferred from Receivables from exchange transactions - Water to Accumulated Surplus/(Deficit) (Correction of recognition of unmetered usage opening balance as at 1 July 2012) - Refer to note 35.07	390 321
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts opening balance as at 1 July 2012) - Refer to note 35.08	(5 003 924)
Transferred from Receivables from exchange transactions - Provision for bad debts to Accumulated Surplus/(Deficit) (Recognition of provision for bad debts as at 1 July 2012) - Refer to note 35.07	(51 985 309)
Transferred from Property, Plant and Equipment to Accumulated Surplus/(Deficit) (Removing Property, plant and equipment to restate with correct asset register in 2012/2013) - Refer to note 35.03	(540 090 676)
Transferred between Taxes - VAT Receivable to Accumulated Surplus/(Deficit) (Correction of capturing of VAT 201 penalty and interest charges for 2011/12) - Refer to note 35.02	(78 143)
Transferred from Accumulated Surplus/(Deficit) to Property, plant and Equipment (Restating opening balance as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.03	718 322 827
Transferred from Accumulated Surplus/(Deficit) to Property, plant and Equipment (Restating opening balance additions as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.03	22 720 317
Transferred from Accumulated Surplus/(Deficit) to Intangible Assets (Restating opening balance additions as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.05	261 534
Transferred from Property, Plant and Equipment to Investment Property (Correction of classfication of Investment Property - Opening balance as at 1 July 2012) - Refer to note 35.04	(19 488)
Transferred from Accumulated Surplus/(Deficit) to Property, plant and Equipment (Restating opening balance accumulated depreciation as at 1 July 2012 as previously written all assets to accumulated surplus) - Refer to note 35.03	(194 446 424)
Transferred from Accumulated Surplus/(Deficit) to to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 35.03	(24 952)
	607 142 761

	CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
36	**STATEMENT OF FINANCIAL PERFORMANCE**	
	Balance previously reported	**38 694 615**
	Transferred from Accumulated Surplus to Service charges (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	30 279
	Transferred from Accumulated Surplus to Government Grants and Subsidies (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	10 402 176
	Transferred from Accumulated Surplus to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(4 119 566)
	Transferred from Cash and Cash Equivalents to Other Income (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.06	(2 158)
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(2 521 311)
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	211 515
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	7 778
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	68 022
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	225 242
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	49 809
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	254 852
	Transferred from Accumulated Surplus to Employee Related Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	1 713 688
	Transferred from Accumulated Surplus to Repairs and Maintenance Costs (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	23 518
	Transferred from Accumulated Surplus to Bulk Purchases - Electricity (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	2 013 366
	Transferred from Accumulated Surplus to Operating Grant Expenditure (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	309 530
	Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	68 141

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
STATEMENT OF FINANCIAL PERFORMANCE (continued)	
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	10 274
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(1 049 368)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	115 561
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	7 338
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	61 539
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(306 794)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	(3 139 811)
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	3 697
Transferred from Accumulated Surplus to General Expenses (Reversal of 2013 Trial Balance correction to 2013 audited Financial Statements) - Refer to note 35.19	1 801 628
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	16 858
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	5 074
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	2 428
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	8 216
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and delegations (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	6 100
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	1 499
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Rental of Equipment (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	3 990
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges Electricity (Correction of stale deposits cancelled 2012/2013) - Refer to note 35.06	(190 346)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Correction of stale bank charges cancelled 2012/2013) - Refer to note 35.06	17 589
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Telephone Cost (Correction of stale bank charges cancelled 2012/2013) - Refer to note 35.06	1 564
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale bank charges cancelled 2012/2013) - Refer to note 35.06	425
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Interest on External Investments (Correction of stale interest charges cancelled 2012/2013) - Refer to note 35.06	16 204
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	9 024 534
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	169 247
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and subsistence Local (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	69 180
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	31 067
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	13 190
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Conferences and Delegations (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	8 629
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	216 900
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	281 057
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Contracted Services (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	41 480
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Membership Fees (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	400 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Advertising (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	459

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
STATEMENT OF FINANCIAL PERFORMANCE (continued)	
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Insurance (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	62 009
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Repairs and Maintenance (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	20 828
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale efts cancelled 2012/2013) - Refer to note 35.06	12 922
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other income - Sundry Income (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	1 929
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Operating Grant Expenditure (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	2 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	7 816
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	13 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale cheques cancelled 2012/2013) - Refer to note 35.06	369
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Travel and Subsistence Local (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	8 216
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Other (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	34 500
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Water (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	300 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Postage (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	430
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Bulk Purchases - Electricity (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	78 318
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Cleaning (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	1 017
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Training (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	1 012
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	8 000
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Water and Sanitation (Correction of stale eft's cancelled 2012/2013) - Refer to note 35.06	865
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	(4 047)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Service charges - Sewerage (Correction of stale direct deposits cancelled 2012/2013) - Refer to note 35.06	(818)
Transferred from Statement of Financial Performance - Depreciation and Amortisation to Statement of Financial Performance - Repairs and Maintenance (Reclassification of vote 0427/3801/0000 as per GRAP standards in 2012/13) - Refer to note 36	123 178
Transferred from Statement of Financial Performance - Depreciation and Amortisation to Statement of Financial Performance - Repairs and Maintenance (Reclassification of vote 0427/3801/0000 as per GRAP standards in 2012/13) - Refer to note 36	(123 178)
Transferred from Cash and Cash Equivalents Call Investment Deposits to Statement of Financial Performance - Interest earned - External investments (Correction of investment interest earned 2012/2013) - Refer to note 35.06	18 821
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses -Other (Reverse part journal SEBJ019 as part of cancelled eft bank correction eft 15000491) - Refer to note 35.06	(54 318)
Transferred from Property, Plant and Equipment to Statement of Financial Performance - General Expenses - EPWP Expenditure (Correction of stale cheques and eft's cancelled 2012/2013 against vote C431/N701/E001) - Refer to note 35.03	206 340
Transferred from Property, Plant and Equipment to Statement of Financial Performance - Contributed PPE (Correction of contributed PPE not captured in 2012/2013) - Refer to note 35.03	16 667
Transferred from Property, Plant and Equipment to Statement of Financial Performance - Depreciation (Correction of contributed PPE not captured in 2012/2013 - depreciation charge for the year) - Refer to note 35.03	(1 278)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
STATEMENT OF FINANCIAL PERFORMANCE (continued)	
Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Bargaining council payments incorrectly allocated) - Refer to note 35.01	734
Transferred from Payables from Exchange Transactions - Sundry Creditors to Statement of Financial Performance - Employee Related Costs - Salaries and Wages (Correction of Pension Fund payments incorrectly allocated) - Refer to note 35.01	(292)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - UIF and pension funds (Correction of allocation of medical aid payments) - Refer to note 35.08	(75 800)
Transferred from Statement of Financial Performance - Other Income - Sundry Income to Receivables from Non-Exchange Transactions - Sundry Debtors (Correction of commission incorrectly reversed) - Refer to note 35.08	13 968
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of UIF and SDL payments) - Refer to note 35.08	730
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Salaries and Wages (Correction of allocation of Pension and Medical aid payments) - Refer to note 35.08	(1 752)
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Employee Related costs - Contributions to UIF (Correction of allocation of Pension and Medical aid payments) - Refer to note 35.08	(54 554)
Transferred from Statement of Financial Performance - Employee related costs - Salaries and Wages to Statement of Financial Performance - Employee Related Costs - Long Service Awards (Correction of amount incorrectly disclosed) - Refer to note 36	254 852
Transferred from Statement of Financial Performance - Employee related costs - Salaries and Wages to Statement of Financial Performance - Employee Related Costs - Long Service Awards (Correction of amount incorrectly disclosed) - Refer to note	(254 852)
Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 35.14	(497 380)
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee Related Costs (Correction of Current service cost not recognised for 2012/2013) - Refer to note 35.14	(139 055)
Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 35.14	(479 825)
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Finance Charges - Actuarial Interest (Correction of interest not recognised for 2012/2013) - Refer to note 35.14	(95 785)
Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Employee related costs - Contributions uif, pensions and medical aids (Correction of benefits paid not recognised for 2012/2013) - Refer to note 35.14	122 424
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Employee related costs - Salaries and wages (Correction of benefits paid not recognised for 2012/2013) - Refer to note 35.14	118 486
Transferred from Employee Costs - Post Retirement Benefits to Statement of Financial Performance - Actuarial Losses (Correction of actuarial loss not recognised for 2012/2013) - Refer to note 35.14	(1 461 223)
Transferred from Employee Costs - Long Service Awards to Statement of Financial Performance - Actuarial Losses (Correction of actuarial loss not recognised for 2012/2013) - Refer to note 35.14	(109 972)
Transferred from Statement of Financial Performance - Finance charges - Landfill sites to Non-Current Provision (Recognition of unwinding interest for 2012/2013) - Refer to note 35.17	(155 821)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
STATEMENT OF FINANCIAL PERFORMANCE (continued)	
Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Depreciation (Recognising depreciation charge for 2012/2013) - Refer to note 35.18	(154 195)
Transferred from Statement of Financial Performance - Depreciation and Amortisation to Capitalised Restoration Cost - Accumulated Impairment (Recognising impairment charge for 2012/2013) - Refer to note 35.18	(9 683)
Transferred from Statement of Financial Performance - General Expenses - EPWP Expenditure to Statement of Financial Performance - Operating Grant Expenditure (Reclassification of vote 0401/4430/0000 as per GRAP standards) - Refer to note 36	1 560 730
Transferred from Statement of Financial Performance - General Expenses - EPWP Expenditure to Statement of Financial Performance - Operating Grant Expenditure (Reclassification of vote 0401/4430/0000 as per GRAP standards) - Refer to note 36	(1 560 730)
Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Long-term liabilities - Capitlised Lease Liability (Recognising of Finance lease capital payments made for the period 2012/2013) - Refer to note 35.09	138 378
Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Finance Charges - Finance Leases (Recognising of Finance lease interest payments made for the period 2012/2013) - Refer to note 36	192 610
Transferred from Statement of Financial Performance - General Expenses - Rental of Equipment to Finance Charges - Finance Leases (Recognising of Finance lease interest payments made for the period 2012/2013) - Refer to note 36	(192 610)
Transferred from Statement of Financial Performance - Finance Charges - Finance lease interest to Borrowings (Reclassification of Finance charges as per GRAP standards) - Refer to note 36	393 558
Transferred from Statement of Financial Performance - Finance Charges - Finance lease interest to Borrowings (Reclassification of Finance charges as per GRAP standards) - Refer to note 36	(393 558)
Transferred from Statement of Financial Performance - Employee Related Costs - Annual Bonus to Current Employee Benefits - Bonus (Correction of 2012/2013 Bonus Accrual Movement) - Refer to note 35.16	(48 334)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - Other Income - Sundry Income (Cheque which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(2 787)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Bank Charges (Bank Charge which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(1 423)
Transferred from Cash and Cash Equivalents - Primary Bank to Statement of Financial Performance - General Expenses - Subscription and Publication (EFT which did not integrate correctly from the cashbook to the general ledger) - Refer to note 35.06	(20 700)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MIG grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	(4 799 567)
Transferred from Government Grants and Subsidies - Conditional Grants to Unconditional Grants (Reclassification within Governement Grants and Subsidies) - Refer to note 36	37 209 000
Transferred from Government Grants and Subsidies - Conditional Grants to Unconditional Grants (Reclassification within Governement Grants and Subsidies) - Refer to note 36	(37 209 000)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of MSIG grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	746 504
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of FMG grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	1 419 856
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of INEP grant income recognised as per expenditure for 2012/2013) - Refer to note 35.1	998 431
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Government Grants and Subsidies (Correction of journal SEBJ010 INEP grant income incorrectly recorded for 2012/2013) - Refer to note 35.08	1 360 000
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	(105 796)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	(342 416)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of EPWP grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.03	(88 825)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	(53 705)
Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - Sundry Income (Correction of income incorrectly allocated in 2012/2013) - Refer to note 36	15
Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - Sundry Income (Correction of income incorrectly allocated in 2012/2013) - Refer to note 36	(15)
Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - LG Seta (Reclassification of vote 0201/1617/0000 in 2012/2013) - Refer to note 36	(17 530)

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
STATEMENT OF FINANCIAL PERFORMANCE (continued)	
Transferred from Government Grants and Subsidies to Statement of Financial Performance - Other Income - LG Seta (Reclassification of vote 0201/1617/0000 in 2012/2013) - Refer to note	17 530
Transferred from Employee Related Costs - Leave Reserve Fund to Current Employee Benefits - Staff Leave (Correction of 2012/2013 Staff Leave provision movement) - Refer to note 35.16	(109 718)
Transferred from Employee Related Costs - Leave Reserve Fund to Employee Related Costs - (Reclassification of votes as per GRAP standards) - Refer to note 36	152 634
Transferred from Employee Related Costs - Leave Reserve Fund to Employee Related Costs - (Reclassification of votes as per GRAP standards) - Refer to note 36	(152 634)
Transferred between Operating Lease Arrangements and Statement of Financial Performance - Rental of Facilities and Equipment (Recognition of operating lease asset movement for 2012/2013) - Refer to note 35.15	1 702
Transferred from Receivables from Non-Exchange Transactions - Sundry Debtors to Statement of Financial Performance - Rental of Facilities and Equipment (Correction of allocation of rental income received for 2012/2013 - Dep 16003187) - Refer to note 35.08	41 007
Transferred from Statement of Financial Performance - General Expenses - Consulting Fee to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 35.09	57 108
Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Long-term liabilities - Annuity Loans (Correction of allocation of EFT payment 15001167) - Refer to note 35.09	(230)
Transferred from Statement of Financial Performance - General Expenses - Other to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	633 629
Transferred from Statement of Financial Performance - General Expenses - Water and Sanitation to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	138 304
Transferred from Statement of Financial Performance - General Expenses - Other to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	(633 629)
Transferred from Statement of Financial Performance - General Expenses - Water and Sanitation to Service Charges - Less: Rebates (Correction of classification as per GRAP standards) - Refer to note 36	(138 304)
Transferred from Statement of Financial Performance - General Expenses - Departmental Consumption to Property Taxes - Residential, Commercial Property, State (Reclassification of vote as per GRAP standards) - Refer to note 36	20 908
Transferred from Statement of Financial Performance - General Expenses - Departmental Consumption to Property Taxes - Residential, Commercial Property, State (Reclassification of vote as per GRAP standards) - Refer to note 36	(20 908)
Transferred from Statement of Financial Performance - Finance Charges to Interest earned outstanding debtors (Correction of journals 1000120 to 1000124 which were incorrectly posted) - Refer to note 36	3 479
Transferred from Statement of Financial Performance - Finance Charges to Interest earned outstanding debtors (Correction of journals 1000120 to 1000124 which were incorrectly posted) - Refer to note 36	(3 479)
Transferred from Statement of Financial Performance - Other income - Sundry Income to General Expenses - Fuel and Oil (Reclassification of vote 0453/4439/0000 as per GRAP standards) - Refer to note 36	(2 258)
Transferred from Statement of Financial Performance - Other income - Sundry Income to General Expenses - Fuel and Oil (Reclassification of vote 0453/4439/0000 as per GRAP standards) - Refer to note 36	2 258
Transferred between Statement of Financial Performance - Service Charges - Electricity to Payables from Exchange Transactions - Sundry Creditors (Correction of recognition of unused pre-paid electricity movement for 2012/2013) - Refer to note 35.01	(137 985)
Transferred from Receivables from exchange transactions - Electricity to Statement of Financial Performance - Service Charges - Electricity (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	(74 181)
Transferred from Receivables from exchange transactions - Water to Statement of Financial Performance - Service Charges - Water (Correction of recognition of unmetered usage movement for the period 2012/2013) - Refer to note 35.07	(161 327)
Transferred from Statement of Financial Performance - Bulk Purchases - Electricity to Service Charges Electricity (Correction of classification of vote 0463/0403/0000 as per GRAP standards) - Refer to note 36	806 219
Transferred from Statement of Financial Performance - Bulk Purchases - Electricity to Service Charges Electricity (Correction of classification of vote 0463/0403/0000 as per GRAP standards) - Refer to note 36	(806 219)
Transferred from Statement of Financial Performance - Other income - Sundry Income to Statement of Financial Performance - Rental of Facilities and Equipment (Reclassification of votes as per GRAP standards) - Refer to note 36	(162 621)
Transferred from Statement of Financial Performance - Other income - Sundry Income to Statement of Financial Performance - Rental of Facilities and Equipment (Reclassification of votes as per GRAP standards) - Refer to note 36	162 621

CORRECTION OF ERROR IN TERMS OF GRAP 3 (continued)	2013 R
STATEMENT OF FINANCIAL PERFORMANCE (continued)	
Transferred from Statement of Financial Performance - General Expenses - Other to Statement of Financial Performance - General Expenses - Audit Fees (Correction of classification of vote 0201/4405/0000 as per GRAP standards) - Refer to note 36	964 189
Transferred from Statement of Financial Performance - General Expenses - Other to Statement of Financial Performance - General Expenses - Audit Fees (Correction of classification of vote 0201/4405/0000 as per GRAP standards) - Refer to note 36	(964 189)
Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Statement of Financial Performance - Bulk Purchases - Water(Correction of allocation of eft 15001466) - Refer to note 36	300 000
Transferred from Statement of Financial Performance - Finance Charges - Borrowings to Statement of Financial Performance - Bulk Purchases - Water(Correction of allocation of eft 15001466) - Refer to note 36	(300 000)
Transferred from Receivables from exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.07	(15 140 864)
Transferred from Receivables from Non-exchange transactions - Provision for bad debts to Statement of Financial Performance - Debt Impairment (Recognition of provision for bad debts 2012/2013 movement) - Refer to note 35.08	(2 144 754)
Transferred from Employee Costs - Salaries and Wages to Remuneration of Councillors(Correction of allocation of Remuneration of councillors for 2012/2013) - Refer to note 36	342 312
Transferred from Employee Costs - Salaries and Wages to Remuneration of Councillors(Correction of allocation of Remuneration of councillors for 2012/2013) - Refer to note 36	(342 312)
Transferred between Statement of Financial Performance - General Expenses - Membership Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of SALGA affiliation fees as per issued return) - Refer to note 35.01	(450 000)
Transferred between Statement of Financial Performance - General Expenses - Audit Fees to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.01	(681 873)
Transferred between Statement of Financial Performance - Finance Charges - Borrowings to Payables from Exchange Transactions - Sundry Creditors (Correction of capturing of AGSA invoices and finance charges as per AG statement) - Refer to note 35.01	(26 851)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	5 124 348
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	1 719 512
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	85
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	4 066 381
Transferred from Government Grants and Subsidies to Other Income - LG Seta (Correction of allocation of grant income incorrectly allocated for 2012/2013) - Refer to note 36	63 617
Transferred from Government Grants and Subsidies to Other Income - LG Seta (Correction of allocation of grant income incorrectly allocated for 2012/2013) - Refer to note 36	(63 617)
Transferred from Government Grants and Subsidies to Unspent Conditional Government Grants and Receipts (Correction of grant income FBDM incorrectly recognised as per expenditure for 2012/2013) - Refer to note 35.1	325 453
Transferred from Property, Plant and Equipment to Statement of Financial Performance - Depreciation and Amortisation (Removing Property, plant and equipment to restate with correct asset register in 2012/2013) - Refer to note 35.03	16 460 713
Transferred from Statement of Financial Performance - Depreciation and Amortisation -Property, plant and equipment to Investment Property (Correction of reclassification of investment property and depreciation charge for 2012/2013) - Refer to note 36	(24 952)
Transferred from Statement of Financial Performance - Depreciation and Amortisation -Property, plant and equipment to Investment Property (Correction of reclassification of investment property and depreciation charge for 2012/2013) - Refer to note 36	24 952
Transferred from Statement of Financial Performance - Other income - Sundry Income to Repairs and Maintenance (Correction of reclassification of vote 0000/0000/0000 as per GRAP standards) - Refer to note 36	2 787
Transferred from Statement of Financial Performance - Other income - Sundry Income to Repairs and Maintenance (Correction of reclassification of vote 0000/0000/0000 as per GRAP standards) - Refer to note 36	(2 787)
Transferred between Taxes - VAT Receivable to Statement of Financial Performance - Finance charges - Borrowings (Correction of capturing of VAT 201 penalties and interest charges for 2012/13) - Refer to note 35.02	(48 445)
Transferred from Statement of Financial Performance - Depreciation and Amortisation - Intangibles to to Intangible Assets (Correction of depreciation charge for 2012/2013) - Refer to note 35.05	(44 286)
Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 35.03	(14 300 718)
Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 35.03	(1 133 860)
Transferred from Statement of Financial Performance - Depreciation and amortisation - PPE to Property, plant and Equipment (Correction of depreciation charge for 2012/2013) - Refer to note 35.03	(1 120 771)
Transferred from Statement of Financial Performance - Depreciation and Amortisation - Investment Property to Investment Property (Correction of depreciation charge for 2012/2013) - Refer to note 35.04	(4 872)
Total	**44 250 723**

		2014 R	2013 R
37	**RECONCILIATION BETWEEN NET SURPLUS/(DEFICIT) FOR THE YEAR AND CASH GENERATED/(ABSORBED) BY OPERATIONS**		
	Surplus/(Deficit) for the year	5 463 809	44 250 723
	Adjustments for:		
	Depreciation	16 629 862	16 730 879
	Amortisation of Intangible Assets	97 520	62 458
	Debt Impairment	26 042 653	17 872 638
	Additions to rehabilitation of landfill sites	(60 916)	(65 995)
	Contributed PPE	(2 176 874)	(16 667)
	Contribution to bonuses	53 290	48 334
	Contribution to staff leave	384 682	109 718
	Contribution from/to employee benefits	1 660 751	1 212 025
	Unwinding of Interest on Provision for Tip Sites	233 453	221 816
	Non-current Employee benefits - expenditure incurred	(321 932)	(240 910)
	Actuarial Losses / (Gains)	192 420	1 571 195
	Operating lease income accrued	988	(1 702)
	Operating Surplus/(Deficit) before changes in working capital	48 441 010	81 754 513
	Changes in working capital	(15 228 387)	(89 061 299)
	Increase/(Decrease) in Trade and Other Payables	(550 322)	13 338 010
	Increase/(Decrease) in Unspent Conditional Government Grants and Receipts	9 697 722	(1 521 643)
	Increase/(Decrease) in Taxes	(5 571 091)	(7 687 882)
	(Increase)/Decrease in Inventory	(3 462 564)	-
	(Increase)/Decrease in Trade and other receivables	(24 808 144)	(77 520 994)
	(Increase)/Decrease in Unpaid Conditional Government Grants and Receipts	9 466 011	(15 668 790)
	Cash generated/(absorbed) by operations	**33 212 623**	**(7 306 785)**

		2014 R	2013 R
38	**CASH AND CASH EQUIVALENTS**		
	Cash and cash equivalents included in the cash flow statement comprise the following:		
	Call Investments Deposits - Note 21	1 751 790	6 306 829
	Cash Floats - Note 21	136 695	136 695
	Bank overdraft - Note 21	-	(8 889 499)
	Total cash and cash equivalents	**2 367 160**	**(2 445 975)**

		2014 R	2013 R
39	**RECONCILIATION OF AVAILABLE CASH AND INVESTMENT RESOURCES**		
	Cash and Cash Equivalents - Note 38	2 367 160	(2 445 975)
		2 367 160	(2 445 975)
	Less:	8 176 079	(1 521 643)
	Unspent Committed Conditional Grants - Note 9	8 176 079	(1 521 643)
	VAT - Note 10	-	-
	Resources available for working capital requirements	(5 808 919)	(924 332)

		2014 R	2013 R
40	**UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION**		
	Long-term Liabilities - Note 2	1 898 951	2 122 228
	Used to finance property, plant and equipment - at cost	(1 898 951)	(2 122 228)
		-	-
	Cash set aside for the repayment of long-term liabilities	-	-
	Cash invested for repayment of long-term liabilities	-	-

Long-term liabilities have been utilized in accordance with the Municipal Finance Management Act.

41 **BUDGET COMPARISONS**

41.1 Operational	2014 R (Actual)	2014 R (Budget)	2014 R (Variance)	2014 (%)
Revenue by source				
Property Rates	5 063 485	4 500 000	563 485	13%
Government Grants and Subsidies	81 939 830	52 395 000	29 544 830	56%
Public Contributions and Donations	-	-	-	0%
Actuarial Gains	-	-	-	0%
Third Party Payments	-	-	-	0%
Contributed PPE	2 176 874	-	2 176 874	100%
Fines	8 210	117 965	(109 755)	(93%)
Service Charges	35 937 180	39 527 980	(3 590 800)	(9%)
Rental of Facilities and Equipment	294 450	486 701	(192 251)	(40%)
Interest Earned - external investments	273 441	2 531	270 910	10704%
Interest Earned - outstanding debtors	15 006 728	11 180 000	3 826 728	34%
Licences and Permits	-	-	-	0%
Agency Services	-	-	-	0%
Other Income	238 898	(196 991)	435 889	(221%)
Dividends received	-	-	-	0%
Fair Value Adjustments	-	-	-	0%
Impairment reversal	-	-	-	0%
Gain on disposal of Property, Plant and Equipment	-	-	-	0%
	140 939 097	108 013 186	32 925 911	30%
Expenditure by nature				
Employee Related Costs	36 593 725	35 069 437	(1 524 288)	4%
Remuneration of Councillors	3 247 037	2 818 048	(428 989)	15%
Debt Impairment	26 042 653	33 552 705	7 510 052	(22%)
Depreciation and Amortisation	16 727 382	400 000	(16 327 382)	4082%
Impairments	20 163	50 000	29 837	(60%)
Repairs and Maintenance	4 533 552	3 677 500	(856 052)	23%
Actuarial losses	192 420	-	(192 420)	(100%)
Stock Adjustments	-	-	-	0%
Finance Charges	1 299 978	225 000	(1 074 978)	478%
Bulk Purchases	24 469 808	39 000 000	14 530 192	(37%)
Contracted services	1 335 884	1 980 000	644 116	(33%)
Grants and Subsidies	-	-	-	0%
Operating Grant Expenditure	3 404 878	218 000	(3 186 878)	1462%
General Expenses	17 386 668	21 271 344	3 884 676	(18%)
Loss on disposal of Property,Plant and Equipment	221 141	-	(221 141)	(100%)
	135 475 288	138 262 034	2 786 746	(2%)
Net Surplus for the year	**5 463 809**	**(30 248 848)**	**35 712 657**	-118%

BUDGET COMPARISONS (continued)

		2014 R (Actual)	2014 R (Budget)	2014 R (Variance)	2014 (%)
41.2	**Expenditure by Vote**				
	Council General	7 291 785	5 862 914	1 428 871	24%
	Mayor support office	1 638 849	1 669 622	(30 773)	(2%)
	Office of the Municipal Manager	1 240 953	1 059 400	181 553	17%
	IDP Office	-	-	-	0%
	Commnunication	-	-	-	0%
	LED Office	1 280	-	1 280	100%
	Planning & Development	1 987 159	1 691 260	295 899	17%
	Finance Management	42 185 959	35 163 465	7 022 494	20%
	Budget & Treasury Office	410 947	842 200	(431 253)	(51%)
	Expenditure Section	1 921 460	1 003 740	917 720	91%
	Billing Section	11 086 277	12 701 650	(1 615 373)	(13%)
	Assessment Rates	-	-	-	0%
	Licenses Motor Vehicle	-	298 800	(298 800)	(100%)
	Information Systems	-	114 140	(114 140)	(100%)
	Corporate Service Management	36 073	1 034 952	(998 879)	(97%)
	Administration Section	4 631 110	2 198 530	2 432 580	111%
	Human Resource Section	670 745	393 345	277 400	71%
	Libraries	1 257 974	1 312 510	(54 536)	(4%)
	Technical Management	5 391 761	2 361 532	3 030 229	128%
	Technical Serv. Barkley West	307 005	864 800	(557 795)	(64%)
	Project Management	-	600 400	(600 400)	(100%)
	Technical Serv. Windsorton	-	241 000	(241 000)	(100%)
	Health,Enviroment&Disaster M	245 967	202 445	43 522	21%
	Technical Serv. Delportshoop	-	248 500	(248 500)	(100%)
	Customer Call & Operations C	972 365	491 280	481 085	98%
	Planning & Housing Section	(4)	793 072	(793 076)	(100%)
	Building & Maintenance	10 972	-	10 972	100%
	Roads & Parks Section	670 965	845 040	(174 075)	(21%)
	Cemeteries Section	1 297 572	880 010	417 562	47%
	Water Serv. Barkly West	14 208 239	16 889 190	(2 680 951)	(16%)
	Water Serv. Windsorton	891 529	2 351 120	(1 459 591)	(62%)
	Water Serv. Delportshoop	2 507 405	1 088 120	1 419 285	130%
	Water Serv. Koopmansfontein	-	-	-	0%
	Sewerage - Barkly West	3 315 834	3 797 330	(481 496)	(13%)
	Sewerage - Windsorton	1 612 889	1 276 640	336 249	26%
	Sewerage - Delportshoop	785 643	1 353 000	(567 357)	(42%)
	Sewerage - Koopmansfontein	-	-	-	0%
	Electricity - Barkly West	19 518 465	26 573 810	(7 055 345)	(27%)
	Electricity - Windsorton	-	-	-	0%
	Electricity - Delportshoop	100 454	480 020	(379 566)	(79%)
	Electricity - Koopmansfontein	-	-	-	0%
	Refuse Removal - Barkly West	5 062 929	7 495 895	(2 432 966)	(32%)
	Refuse Removal - Windsorton	93 514	95 172	(1 658)	(2%)
	Refuse Removal - Delportshoop	1 062 263	2 336 040	(1 273 777)	(55%)
	Refuse Removal - Koopmansfontein	-	-	-	0%
	Building & Maintenance Section	563 789	1 651 090	(1 087 301)	(66%)
		132 980 127	**138 262 034**	**(5 281 907)**	**(4%)**

		2014 R (Actual)	2014 R (Budget)	2014 R (Variance)	2014 (%)
41.3	**Capital expenditure by vote**				
	Council General	80 620	-	80 620	100%
	Finance Management	296 879	4 445 000	(4 148 121)	-93%
	Technical Management	2 751 283	-	2 751 283	100%
	Roads & Parks Section	17 493 304	42 017 000	(24 523 696)	-58%
	Water Serv. Barkly West	6 740 417	5 900 000	840 417	14%
	Electricity - Barkly West	3 197 008	8 760 000	(5 562 992)	-64%
		30 559 511	**61 122 000**	**(30 562 489)**	**(50%)**

42 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

	2014 R	2013 R
42.1 Unauthorised expenditure		
Reconciliation of unauthorised expenditure:		
Opening balance	-	-
Unauthorised expenditure current year - capital	3 672 320	-
Unauthorised expenditure current year - operating	18 296 699	-
Unauthorised expenditure current year - Conditional grants utilised for operating expenditure	-	-
Written off by council	-	-
Transfer to receivables for recovery	-	-
Unauthorised expenditure awaiting authorisation	**21 969 019**	-

Incident	Disciplinary steps/criminal proceedings
Over expenditure on votes	*None*

	2014 R	2013 R
42.2 Fruitless and wasteful expenditure		
Reconciliation of fruitless and wasteful expenditure:		
Opening balance	153 439	78 143
Fruitless and wasteful expenditure current year	93 962	75 296
Written off by council	-	-
Transfer to receivables for recovery	-	-
Fruitless and wasteful expenditure awaiting further action	**247 401**	**153 439**

Incident	Disciplinary steps/criminal proceedings		
Auditor General charged interest on late payments of invoices.	*None*	10 043	26 851
Penalties charges on late submission of VAT 201 returns	*None*	70 772	22 233
Interest charges on late submission of VAT 201 returns	*None*	13 147	26 211
		93 962	75 296

		2014 R	2013 R
42.3	**Irregular expenditure**		
	Reconciliation of irregular expenditure:		
	Opening balance	-	-
	Irregular expenditure excluding VAT current year	3 592 452	-
	Written off by council	-	-
	Irregular expenditure awaiting further action	**3 592 452**	-
	Irregular expenditure awaiting condonement by National Treasury	**3 592 452**	-

Incident	Disciplinary steps/criminal proceedings		
Supply chain regulations not adhered to as per deviation listing.	*None*	3 592 452	
		3 592 452	-

		2014	2013
42.4	**Material Losses**		
	Water distribution losses		
	- Kilo litres disinfected/purified/purchased	0	0
	- Kilo litres sold	0	0
	- Percentage (lost)/gained during distribution	0.00%	0.00%
	Electricity distribution losses		
	- Units purchased (Kwh)	0	0
	- Units sold (Kwh)	0	0
	- Percentage lost during distribution	0%	0.00%

		2014 R	2013 R
43	ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT		
43.1	**Contributions to organised local government - [MFMA 125 (1)(b)] - SALGA CONTRIBUTIONS**		
	Opening balance	450 000	-
	Council subscriptions	500 000	450 000
	Amount paid - current year	-	-
	Amount paid - previous years	(450 000)	-
	Balance unpaid (included in creditors)	**500 000**	**450 000**

		2014 R	2013 R
	ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (continued)		
43.2	Audit fees - [MFMA 125 (1)(b)]		
	Opening balance	804 187	-
	Current year audit fee	1 886 554	1 903 362,00
	Amount paid - current year	(1 876 164)	(1 099 175)
	Amount paid - previous year	(804 187)	-
	Balance unpaid (included in creditors)	**10 389**	**804 187**
43.3	VAT - [MFMA 125 (1)(b)]		
	VAT	24 146 448	18 575 357
	Closing balance - VAT Payable / (Receivable)	**24 146 448**	**18 575 357**
	VAT is payable/receivable on the cash basis. VAT is only paid over to SARS once cash is received from debtors and only claimed from SARS once payment is made to creditors.		
43.4	PAYE, SDL and UIF - [MFMA 125 (1)(b)]		
	Opening balance	-	-
	Current year payroll deductions and Council Contributions	5 079 512	3 120 512
	Amount paid - current year	(3 268 930)	(3 120 512)
	Amount paid - previous year	-	-
	Balance unpaid (included in creditors)	**1 810 582**	**-**
43.5	Pension and Medical Aid Deductions - [MFMA 125 (1)(b)]		
	Opening balance	-	-
	Current year payroll deductions and Council Contributions	8 453 604	6 807 141
	Amount paid - current year	(7 784 135)	(6 807 141)
	Amount paid - previous year	-	-
	Balance unpaid (included in creditors)	**669 469**	**-**

Councillor's arrear consumer accounts - [MFMA 125 (1)(b)]

The following Councillors had arrear accounts for more than 90 days as at 30 June 2014:

	2014 R Outstanding more than 90 days	2013 R Outstanding more than 90 days
Councillor M E Mogongwa	15 430	15 430
Councillor E Motsamai	5 502	5 502
Councillor D Papers	27 199	27 199
Councillor O G Riet	19 649	19 649
Councillor J Mweninjawa	2 081	2 081
Councillor K Rifles	-	-
Total Councillor Arrear Consumer Accounts	**69 861**	**69 861**

		2014 R	2013 R
	ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (continued)		

43.6 Other non-compliance (MFMA 125(2)(e))

Section 64(2)(a) - The Municipality did not have effective revenue collection system in place. The municipality's credit control and debt collection policy was not implemented.

Section 54(2) - The mayor did not comply with the legislative requirements on budgetary control and early identification of financial problems.

Section 66 of the Municipal Systems Act - No job descriptions for municipal emplyees as required.

Payments were not made within 30 days as required by the MFMA. - Section 65 of the MFMA

43.7 Quotations awarded - Supply Chain Management

Deviations from the Supply Chain Management Regulations were identified on the following categories:

Deviations per financial category		
- Between R 0 and R 2 000	285	-
- Between R 2 000 and R 10 000	212 128	-
- Between R 10 000 and R 30 000	559 464	-
- Between R 30 000 and R 500 000	2 820 575	-
	3 592 452	-

Deviations between R30 000 and R500 000

C-Pac Pumps & Valves - Emergency repairs sole supplier	54 870	-
C-Pac Pumps & Valves - Emergency repairs sole supplier	56 318	
W.S.Maddocks - Only supplier of a venue-short notice	34 873	
C-Pac Pumps & Valves - Emergency repairs sole supplier	33 998	
C-Pac Pumps & Valves - Sole supplier	52 769	
Magnus Truck - Use manufacturer	41 478	
C-Pac Pumps & Valves - Sole supplier & emergency	68 172	
C-Pac Pumps & Valves - Sole supplier & emergency	67 333	
High Voltage Electrical - Community will be without power.Emergency repairs	58 735	
Magnus Truck Bloemfontein - Use manufacturer	34 418	
Electro Comp - Requested 3 quotations but only received one.	65 579	
Aqua Agri Solutions - Sole supplier	139 900	
Magnus Truck Bloemfontein - Use manufacturer	41 478	
C-Pac Pumps & Valves - Sole supplier during December holidays	44 346	
C-Pac Pumps & Valves - Sole supplier in Delportshoop	48 422	
C-Pac Pumps & Valves - Sole supplier during December holidays	53 295	
C-Pac Pumps & Valves - Sole supplier during December holidays	31 678	
Aqua Agri Solutions - Sole supplier	65 087	
C-Pac Pumps & Valves - Emergency repairs to Proteahof Pump Station	74 911	
C-Pac Pumps & Valves - Emergency repairs to vacuum exhauster	34 154	
C-Pac Pumps & Valves - Emergency repairs to sewerage pump in Longlands	65 294	
C-Pac Pumps & Valves - Emergency repairs to De Beershoogte Pump Station No.1	57 458	
C-Pac Pumps & Valves - Emergency repairs to De Beershoogte Pump Station No.2	54 021	
C-Pac Pumps & Valves - Requested 3 quotations but only received one.	158 460	
C-Pac Pumps & Valves - Requested 3 quotations but only received one.	171 000	
Deloitte C onsulting - Requested 3 quotations but only received two.	238 688	
Gariep Motors - Use manufacturer	317 427	
Avinti Maintenance - Sole supplier in Barkly-West	105 381	
Coastal Hire - Requested 3 quotations but only received two.	33 857	
C-Pac Pumps & Valves - Emergency,sole supplier	78 195	
Aqua Agri Solutions - Sole supplier of water chemicals	86 196	
Litecor Kimberley - Requested 3 quotes but received only 2	158 438	
C-Pac Pumps - Emergency-repair bridge pipe line that supplies water from Sedibeng to Delportshoop	102 012	
C-Pac Pumps - Emergency-pump unable to pump sewerageto waste water plant	43 266	
C-Pac Pumps - Emergency-pump unable to pump sewerageto waste water plant	49 069	-

		2014 R	2013 R
44	CAPITAL COMMITMENTS		
	Commitments in respect of capital expenditure:		
	Approved and contracted for:	-	-

		2014 R	2013 R
45	FINANCIAL RISK MANAGEMENT		

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising fair value interest rate risk and cash flow interest rate risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

(a) Foreign Exchange Currency Risk

The municipality does not engage in foreign currency transactions.

(b) Price risk

The municipality is not exposed to price risk.

(c) Interest Rate Risk

As the municipality has significant interest-bearing liabilities, the entity's income and operating cash flows are substantially dependent on changes in market interest rates.

The municipality analyses its potential exposure to interest rate changes on a continuous basis. Different scenarios are simulated which include refinancing, renewal of current positions, alternative financing and hedging. Based on these scenarios, the entity calculates the impact that a change in interest rates will have on the surplus/deficit for the year. These scenarios are only simulated for liabilities which constitute the majority of interest bearing liabilities.

The municipality did not hedge against any interest rate risks during the current year.

The potential impact on the entity's surplus/deficit for the year due to changes in interest rates were as follow:

1% (2011 - 0.5%) Increase in interest rates	3 315	(47 049)
0.5% (2011 - 0.5%) Decrease in interest rates	(1 658)	23 524

FINANCIAL RISK MANAGEMENT (continued)

(d) Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the municipality to incur a financial loss.

Credit risk consist mainly of cash deposits, cash equivalents, trade and other receivables and unpaid conditional grants and subsidies.

Trade and other debtors are disclosed net after provisions are made for impairment and bad debts. Trade debtors comprise of a large number of ratepayers, dispersed across different sectors and geographical areas. Ongoing credit evaluations are performed on the financial condition of these debtors. Credit risk pertaining to trade and other debtors is considered to be moderate due the diversified nature of debtors and immaterial nature of individual balances. In the case of consumer debtors the municipality effectively has the right to terminate services to customers but in practice this is difficult to apply. In the case of debtors whose accounts become in arrears, Council endeavours to collect such accounts by "levying of penalty charges", "demand for payment", "restriction of services" and, as a last resort, "handed over for collection", whichever procedure is applicable in terms of Council's Credit Control and Debt Collection Policy.

All rates and services are payable within 30 days from invoice date. Refer to note 18 and 19 for all balances outstanding longer than 30 days. These balances represent all debtors at year end which defaulted on their credit terms.

Balances past due not impaired:

	2014 %	2014 R	2013 %	2013 R
Non-Exchange Receivables				
Rates	96.26%	12 767 854	83.73%	10 449 846
Exchange Receivables				
Electricity	7.87%	8 008 722	10.77%	8 163 025
Water	21.14%	21 516 935	22.40%	16 970 609
Refuse	10.45%	10 639 015	10.61%	8 042 657
Sewerage	3.81%	3 883 113	3.84%	2 909 084
Other	11.73%	11 941 465	18.22%	13 804 203
	55.00%	55 989 250	65.84%	49 889 559

No receivables are pledged as security for financial liabilities.

Due to the short term nature of receivables the carrying value disclosed in note 18 and 19 of the financial statements is an approximation of its fair value.

FINANCIAL RISK MANAGEMENT (continued)

The provision for bad debts could be allocated between the different classes of debtors as follows:

	2014 %	2014 R	2013 %	2013 R
Non-Exchange Receivables				
Rates	10.64%	10 836 865	9.43%	7 146 586
Exchange Receivables				
Electricity	15.06%	15 327 637	13.81%	10 466 289
Water	32.34%	32 921 689	31.11%	23 577 285
Refuse	16.98%	17 289 713	16.37%	12 405 258
Sewerage	4.48%	4 559 189	4.33%	3 283 069
Other	20.50%	20 870 869	24.94%	18 897 675
	100.00%	101 805 962	100%	75 776 163

The provision for bad debts could be allocated between the different categories of debtors as follows:

Government	0.00%	-	0.00%	-
Industrial	19.29%	19 634 620	16.37%	12 403 327
Municipal	0.00%	-	0.00%	-
Residential	51.79%	52 723 389	55.62%	42 147 773
Indigents	28.93%	29 447 953	28.01%	21 225 063
	100.00%	101 805 962	100%	75 776 163

	2014 %	2014 R	2013 %	2013 R
Bad debts written off per debtor class:				
Non-Exchange Receivables				
Rates	0.00%	-	0.00%	-
Exchange Receivables				
Electricity	0.00%	-	0.00%	-
Water	0.00%	-	0.00%	-
Refuse	0.00%	-	0.00%	-
Sewerage	0.00%	-	0.00%	-
Other	0.00%	-	0.00%	-
	0.00%	-	0.00%	-

The entity only deposits cash with major banks with high quality credit standing. No cash and cash equivalents were pledged as security for financial liabilities and no restrictions were placed on the use of any cash and cash equivalents for the period under review. Although the credit risk pertaining to cash and cash equivalents are considered to be low, the maximum exposure are disclosed below.

The risk pertaining to unpaid conditional grants and subsidies are considered to be very low. Amounts are receivable from national and provincial government and there are no expectation of counter party default.

Receivables are individually evaluated annually at Balance Sheet date for impairment.
Analysis under credit risk for financial assets that are past due but not impaired:

Receivables from exchange transactions:		
Electricity	8 008 722	421 584

Financial assets exposed to credit risk at year end are as follows:

Receivables from exchange transactions	58 166 719	59 585 567
Receivables from non-exchange transactions	23 847 187	24 035 082
Cash and Cash Equivalents	2 367 160	6 443 524
Unpaid conditional grants and subsidies	6 202 779	15 668 790
	90 598 144	105 742 464

FINANCIAL RISK MANAGEMENT (continued)

(e) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying business, the treasury maintains flexibility in funding by maintaining availability under credit lines.

The entity's risk to liquidity is a result of the funds available to cover future commitments. The entity manages liquidity risk through an ongoing review of future commitments and credit facilities.

The table below analyses the entity's financial liabilities into relevant maturity groupings based on the remaining period at the financial year end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

2014	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	Over 10 Years
Long Term liabilities	437 466	744 419	858 812	543 692
Capital repayments	282 083	467 629	647 404	501 836
Interest	155 384	276 790	211 408	41 856
Trade and Other Payables	15 303 890	-	-	-
Provisions	-	1 095 449	3 366 053	1 985 979
Capital repayments	-	858 313	2 453 274	586 465
Interest	-	237 136	912 780	1 399 514
Cash and Cash Equivalents	-	-	-	-
	15 741 356	1 839 869	4 224 866	2 529 672

2013	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	Over 10 Years
Long Term liabilities	453 788	1 010 216	858 812	715 455
Capital repayments	223 275	638 464	615 968	644 520
Interest	230 513	371 752	242 844	70 935
Trade and Other Payables	15 854 211	-	-	-
Provisions	-	-	4 247 923	1 751 902
Capital repayments	-	-	3 106 789	557 810
Interest	-	-	1 141 134	1 194 092
Cash and Cash Equivalents	8 889 499	-	-	-
	25 197 498	1 010 216	5 106 735	2 467 357

			2014 R	2013 R
46	**FINANCIAL INSTRUMENTS**			
	Financial instruments of the municipality are classified as follows:			
	The fair value of financial instruments approximates the amortised costs as reflected bellow.			
46.1	**Financial Assets**	**Classification**		
	Receivables			
	Receivables from exchange transactions	Financial instruments at amortised cost	58 166 719	59 585 587
	Receivables from non-exchange transactions	Financial instruments at amortised cost	23 847 187	24 035 082
	Short-term Investment Deposits			
	Call Deposits	Financial instruments at amortised cost	1 751 790	6 306 829
	Bank Balances and Cash			
	Cash Floats and Advances	Financial instruments at amortised cost	136 695	136 695
			84 381 066	**90 064 173**
	SUMMARY OF FINANCIAL ASSETS			
	Financial instruments at amortised cost		84 381 066	90 064 173
	At amortised cost		**84 381 066**	**90 064 173**

			2014 R	2013 R
46.2	**Financial Liability**	**Classification**		
	Long-term Liabilities			
	Annuity Loans	Financial instruments at amortised cost	1 562 586	1 653 716
	Capitalised Lease Liability	Financial instruments at amortised cost	54 282	245 237
	Payables from exchange transactions			
	Trade Payables	Financial instruments at amortised cost	2 431 295	1 491 005
	Sundry Creditors	Financial instruments at amortised cost	10 387 732	12 526 343
	Current Portion of Long-term Liabilities			
	Annuity Loans	Financial instruments at amortised cost	91 130	86 681
	Capitalised Lease Liability	Financial instruments at amortised cost	190 953	136 594
	Bank Balances and Cash			
	Bank Overdraft	Financial instruments at amortised cost	-	8 889 499
			14 717 978	**25 029 075**
	SUMMARY OF FINANCIAL LIABILITY			
	Financial instruments at amortised cost		**14 717 978**	**25 029 075**

		2014 R	2013 R
47	**EVENTS AFTER THE REPORTING DATE**		
	Fraud Investigation in terms of the third party payments made by the Payroll clerk and Creditors clerk.		

		2014 R	2013 R
48	**IN-KIND DONATIONS AND ASSISTANCE**		
	Sebata	38 207	-
	Frances Baard District Municipality	2 138 667	16 667
		2 176 874	**16 667**

		2014 R	2013 R
49	**PRIVATE PUBLIC PARTNERSHIPS**		
	Council has not entered into any private public partnerships during the financial year.		

			2014 R	2013 R
50	**CONTINGENT LIABILITY**			
		Brief Description		
	Engelsman Magabane Inc - Skillfull 1149 CC	Skillfull instituted an action in the Northern Cape High Court against Dikgatlong Municipality for breach of contract, in terms of interim payments not timeously honored by Dikgatlong Municipality, as well as a claim for damages suffered as a result of breach of contract.	11 647 808	11 647 808
	Legal Aid on behalf of E Lebogang	A civil claim pending against Dikgatlong Municipality pertaining to a child, E Lebogang, that was electrocuted by an electric pole in the jurisdiction of the municipality.	300 000	-
			11 947 808	**11 647 808**

51 RELATED PARTIES

Key Management and Councillors receive and pay for services on the same terms and conditions as other ratepayers / residents.

51.01 Related Party Transactions

Year ended 30 JUNE 2013	Rates - Levied 1 Jul 13 - 30 Jun 14	Service Charges - Levied 1 Jul 13 - 30 Jun 14	Other - Levied 1 Jul 13 - 30 Jun 14	Outstanding Balances 30 June 2014
Councillors	**1 786**	**29 521**	**6 285**	**67 880**
Mogongwa ME	396	2 550	1 715	16 177
Stephens L	196	2 428	-	-71
Motsamai E	-	3 517	159	6 047
Mbizeni D	-	148	-	-2 317
Papers D	207	13 167	2 708	28 371
Riet OG	987	2 091	1 523	20 444
Mweninjawa J	-	4 857	179	2 817
Rifles K	-	764	-	-3 589

The rates, service charges and other charges are in accordance with approved tariffs that were advertised to

51.02 Related Party Loans

Since 1 July 2004 loans to councillors and senior management employees are not permitted.

51.03 Compensation of key management personnel

The compensation of key management personnel is set out in note 27 to the Annual Financial Statements.

51.04 Other related party transactions

No other related party transactions were applicable during the financial year.

APPENDIX A - Unaudited
DIKGATLONG MUNICIPALITY
SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2014

EXTERNAL LOANS	Rate	Loan Number	Redeemable	Balance at 30 JUNE 2013	Correction	Balance at 1 JULY 2013 Restated	Received during the period	Redeemed written off during the period	Balance at 30 JUNE 2014
ANNUITY LOANS									
DBSA loan	5.00%	61000546	2027	1 657 931	82 465	1 740 396	-	86 681	1 653 716
Total Annuity Loans				**1 657 931**	**82 465**	**1 740 396**	**-**	**86 681**	**1 653 716**
LEASE LIABILITY									
Nugen Telephone system	9.50%		Matured	-	16 066	16 066	-	16 066	-
Nashua R20345 various	52.25%		31-Aug-15	-	312 969	312 969	-	103 005	209 964
Nashua MP201SPF - W3018602311	9.00%		31-May-16	-	18 379	18 379	-	5 768	12 611
Nashua MP201SPF - W3018602309	9.00%		31-May-16	-	18 379	18 379	-	5 768	12 611
Nashua MP201SPF - V4409301709	9.00%		31-Dec-15	-	16 038	16 038	-	5 988	10 051
Total Lease Liabilities				**-**	**381 831**	**381 831**	**-**	**136 594**	**245 237**
TOTAL EXTERNAL LOANS				**1 657 931**	**464 297**	**2 122 228**	**-**	**223 275**	**1 898 953**

APPENDIX B - Unaudited
DIKGATLONG MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2014
MUNICIPAL VOTES CLASSIFICATION

2013 Actual Income R	2013 Actual Expenditure R	2013 Surplus/ (Deficit) R		2014 Actual Income R	2014 Actual Expenditure R	2014 Surplus/ (Deficit) R
(2 787)	(8 708 549)	(8 711 335)	COUNCIL GENERAL	(2 470 056)	(7 291 785)	(9 761 841)
-	(609 522)	(609 522)	MAYOR SUPPORT OFFICE	-	(1 638 849)	(1 638 849)
-	(1 137 020)	(1 137 020)	OFFICE OF THE MUNICIPAL MANAG	-	(1 240 953)	(1 240 953)
-	(211 375)	(211 375)	IDP OFFICE	-	-	-
-	(327 222)	(327 222)	COMMUNICATION	-	-	-
-	(597 060)	(597 060)	LED OFFICE	-	(1 280)	(1 280)
-	(3 430)	(3 430)	PLANNING & DEVELOPMENT	-	(1 987 159)	(1 987 159)
12 330 607	(30 145 236)	(17 814 629)	FINANCE MANAGEMENT	69 977 638	(42 185 959)	27 791 679
-	(372 102)	(372 102)	BUDGET & TREASURY OFFICE	-	(410 947)	(410 947)
-	(789 207)	(789 207)	EXPENDITURE SECTION	-	(1 921 460)	(1 921 460)
50 194 515	(7 513 819)	42 680 696	BILLING SECTION	15 233 828	(11 086 277)	4 147 551
4 465 302	0	4 465 302	ASSESSMENT RATES	5 063 485	-	5 063 485
6 250	(82 761)	(76 511)	LICENSES MOTOR VEHICLE	-	-	-
-	-	-	INFORMATION SYSTEMS	-	-	-
-	(720 068)	(720 068)	CORPORATE SERVICE MANAGEME	-	(36 073)	(36 073)
-	(939 378)	(939 378)	ADMINISTRATION SECTION	-	(4 631 110)	(4 631 110)
-	(424 656)	(424 656)	HUMAN RESOURCE SECTION	-	(670 745)	(670 745)
4 103	(1 289 316)	(1 285 213)	LIBRARIES	2 368	(1 257 974)	(1 255 606)
1 574 016	(4 591 674)	(3 017 657)	TECHNICAL MANAGEMENT	10 665	(5 391 761)	(5 381 097)
998 431	(110 466)	887 965	TECHNICAL SERV. BARKLEY WEST	(1 159)	(307 005)	(308 165)
-	-	-	PROJECT MANAGEMENT	-	-	-
74	(798 202)	(798 129)	TECHNICAL SERV. WINDSORTON	-	-	-
-	-	-	HEALTH,ENVIROMENT&DISASTER	-	(245 967)	(245 967)
-	(355 344)	(355 344)	TECHNICAL SERV. DELPORTSHOO	-	-	-
-	(552 042)	(552 042)	CUSTOMER CALL & OPERATIONS C	-	(972 365)	(972 365)
151 241	(1 409 746)	(1 258 505)	PLANNING & HOUSING SECTION	129 109	4	129 113
-	(123 178)	(123 178)	BUILDING & MAINTENANCE	-	(10 972)	(10 972)
39 069 057	(930 896)	38 138 161	ROADS & PARKS SECTION	14 531 370	(670 965)	13 860 404
35 013	(2 481 085)	(2 446 072)	CEMETERIES SECTION	30 240	(1 297 572)	(1 267 332)
11 152 428	(11 532 316)	(379 888)	WATER SERV. BARKLY WEST	10 775 874	(14 208 239)	(3 432 365)
-	(1 226 554)	(1 226 554)	WATER SERV. WINDSORTON	-	(891 529)	(891 529)
3 158	(2 054 530)	(2 051 372)	WATER SERV. DELPORTSHOOP	-	(2 507 405)	(2 507 405)
60 000	-	60 000	WATER SERV. KOOPMANSFONTEIN	-	-	-
3 489 137	(2 634 828)	854 309	SEWERAGE - BARKLY WEST	2 122 040	(3 315 834)	(1 193 795)
233	(382 631)	(382 398)	SEWERAGE - WINDSORTON	2 259	(1 612 889)	(1 610 630)
17 452	(169 931)	(152 479)	SEWERAGE - DELPORTSHOOP	(224)	(785 643)	(785 866)
7 722	-	7 722	SEWERAGE - KOOPMANSFONTEIN	(83)	-	(83)
30 904 841	(23 500 778)	7 404 063	ELECTRICITY - BARKLY WEST	17 751 409	(19 518 465)	(1 767 056)
(802 723)	-	(802 723)	ELECTRICITY - WINDSORTON	(208)	-	(208)
1 000	(343 345)	(342 345)	ELECTRICITY - DELPORTSHOOP	16 094	(100 454)	(84 361)
-	-	-	ELECTRICITY - KOOPMANSFONTEI	-	-	-
5 096 952	(4 231 985)	864 967	REFUSE REMOVAL - BARKLY WEST	5 269 287	(5 062 929)	206 358
439	(903 094)	(902 655)	REFUSE REMOVAL - WINDSORTON	-	(93 514)	(93 514)
18 271	(1 197 939)	(1 179 668)	REFUSE REMOVAL - DELPORTSHO	-	(1 062 263)	(1 062 263)
-	-	-	REFUSE REMOVAL - KOOPMANSFO	-	-	-
-	(1 122 724)	(1 122 724)	BUILDING & MAINTENANCE SECTIC	-	(563 789)	(563 789)
158 774 732	(114 524 010)	44 250 723	Sub Total	138 443 936	(132 980 127)	5 463 809
-	-	-	Less Inter-Departmental Charges			-
158 774 732	(114 524 010)	44 250 723	**Total**	138 443 936	(132 980 127)	5 463 809

APPENDIX C - Unaudited
DIKGATLONG MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2014
GENERAL FINANCE STATISTIC CLASSIFICATIONS

2013 Actual Income R	2013 Actual Expenditure R	2013 Surplus/ (Deficit) R		2014 Actual Income R	2014 Actual Expenditure R	2014 Surplus/ (Deficit) R
(2 787)	(10 455 091)	(10 457 877)	Executive & Council	(2 470 056)	(10 171 587)	(12 641 643)
66 990 424	(38 820 364)	28 170 060	Budget & Treasury	90 274 952	(55 604 643)	34 670 309
-	(3 219 759)	(3 219 759)	Corporate Services	-	(5 339 207)	(5 339 207)
-	(3 430)	(3 430)	Planning & Development	-	(1 987 159)	(1 987 159)
-	-	-	Health	-	-	-
39 116	(4 322 444)	(4 283 327)	Community & Social Services	32 608	(3 773 879)	(3 741 270)
151 241	(2 655 648)	(2 504 408)	Housing	129 109	(574 756)	(445 647)
-	-	-	Public Safety	-	-	-
-	-	-	Sport & Recreation	-	-	-
5 115 661	(6 333 018)	(1 217 356)	Waste Management	5 269 287	(6 218 706)	(949 419)
3 514 545	(3 187 390)	327 154	Waste Water Management	2 123 993	(5 714 366)	(3 590 373)
39 075 307	(1 013 657)	38 061 650	Road Transport	14 531 370	(670 965)	13 860 404
11 215 586	(14 813 400)	(3 597 814)	Water	10 775 874	(17 607 173)	(6 831 299)
30 103 117	(23 844 123)	6 258 994	Electricity	17 767 294	(19 618 919)	(1 851 625)
2 572 521	(5 855 686)	(3 283 165)	Other	9 505	(5 698 766)	(5 689 261)
158 774 732	(114 524 010)	44 250 723	Sub Total	138 443 936	(132 980 127)	5 463 809
-	-	-	Less Inter-Departmental Charges	-	-	-
158 774 732	(114 524 010)	44 250 723	**Total**	138 443 936	(132 980 127)	5 463 809

APPENDIX D - Unaudited
DIKGATLONG MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Grant Description	Balance 1 JULY 2013	Correction of error	Restated Balance 1 JULY 2013	Grants Received	Grants withheld from Equitable share	Operating Expenditure during the year Transferred to Revenue	Capital Expenditure during the year Transferred to Revenue	Balance 30 JUNE 2014
UNSPENT AND UNPAID GOVERNMENT GRANTS AND RECEIPTS	R	R	R	R	R	R	R	R
National Government Grants								
Equitable Share	-	-	-	45 498 000	2 524 000	48 022 000	-	-
Municipal Infrastructure Grant	-	(15 449 852)	(15 449 852)	34 378 000	-	-	14 531 370	4 396 779
Municipal Systems Improvement Grant	-	53 496	53 496	890 000	-	964 248	-	(20 752)
Finance Management Grant	-	80 144	80 144	1 650 000	-	2 182 271	-	(452 127)
Total National Government Grants	-	(15 316 212)	(15 316 212)	82 416 000	2 524 000	51 168 519	14 531 370	3 923 900
Provincial Government Grants								
Department of Housing	-	(963 029)	(963 029)	12 461 592	-	-	11 717 312	(218 749)
Department of Minerals and Energy	-	(77 943)	(77 943)	4 339 000	-	-	3 005 757	1 255 300
EPWP	2 524 226	(3 085 041)	(560 815)	1 000 000	(2 524 000)	3 153 902	-	(5 238 717)
Total Provincial Government Grants	2 524 226	(4 126 013)	(1 601 787)	17 800 592	(2 524 000)	3 153 902	14 723 069	(4 202 166)
District Municipality								
Frances Baard District Municipality	-	(272 434)	(272 434)	886 971	-	-	886 971	(272 434)
Total District Municipality	-	(272 434)	(272 434)	886 971	-	-	886 971	(272 434)
Other Grant Providers								
Eskom	-	-	-	-	-	-	-	-
Total Other Grant Providers	-	-	-	-	-	-	-	-
Total	**2 524 226**	**(19 714 659)**	**(17 190 433)**	**101 103 564**	**-**	**54 322 420**	**30 141 410**	**(550 700)**